

INSAS BERHAD
Company No. 4081-M
(Incorporated in Malaysia)

26 August 2014

BURSA MALAYSIA SECURITIES BERHAD
9th Floor, Exchange Square
Bukit Kewangan
50200 Kuala Lumpur

UNAUDITED FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 30 JUNE 2014.

CONDENSED CONSOLIDATED INCOME STATEMENTS

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		FY 2014 Current financial quarter ended 30-Jun-14 RM'000	FY 2013 Preceding year corresponding financial quarter ended 30-Jun-13 RM'000	FY 2014 Financial year ended 30-Jun-14 RM'000	FY 2013 Preceding financial year ended 30-Jun-13 RM'000
Revenue		63,680	88,471	282,809	297,324
Cost of sales	1	(44,086)	(67,602)	(198,572)	(234,106)
Administrative expenses	2	(6,431)	(2,112)	(18,263)	(13,528)
Other operating expenses	3	(11,179)	(29,417)	(56,938)	(59,081)
Other income	4	24,329	(1,935)	126,663	60,155
Finance costs		(2,737)	(944)	(9,080)	(10,896)
Exceptional item	5	545	764	(152)	909
Share of profits less losses of associate companies		13,933	3,122	47,899	25,850
Share of profits less losses of jointly controlled entities		-	-	-	(4,027)
Profit/(Loss) before taxation		38,054	(9,653)	174,366	62,600
Taxation		(5,675)	4,325	(10,467)	1,868
Profit/(Loss) for the quarter/year		32,379	(5,328)	163,899	64,468
Profit/(Loss) attributable to :					
Owners of the Company		32,325	(7,560)	163,334	62,041
Non-controlling interests		54	2,232	565	2,427
		32,379	(5,328)	163,899	64,468
Earnings/(Loss) per share (in sen)					
- Basic		4.86	(1.11)	24.54	9.14
- Diluted		n/a	n/a	n/a	n/a
		Quarter ended 30/6/2014 RM'000	Quarter ended 30/6/2013 RM'000	Year ended 30/6/2014 RM'000	Year ended 30/6/2013 RM'000
Note 1					
Included in Cost of sales are the following items :-					
Allowance for diminution in value of inventories		(87)	-	(87)	-
Allowance for obsolete inventories		(25)	(416)	(386)	(416)
Depreciation		(2,602)	(1,915)	(8,665)	(7,338)
Note 2					
Included in Administrative expenses is the following item :-					
Depreciation		(279)	(62)	(398)	(178)
Note 3					
Included in Other operating expenses are the following items :-					
Allowance for doubtful debts		(2,335)	322	(3,321)	(214)
Allowance for impairment of available for sale investments		(27)	(1,500)	(27)	(1,500)
Bad debt written off		(961)	(14)	(961)	(58)
Depreciation		(332)	(433)	(1,667)	(1,883)
Fair value loss on financial derivatives		-	(11,393)	-	(9,092)
Inventories written off		(5)	(5)	(5)	(5)
Loss on exchange differences					
- realised		-	(6,143)	-	(3,050)
- unrealised		-	(2,336)	-	(108)

INSAS BERHAD
Company No. 4081-M
(Incorporated in Malaysia)

26 August 2014

BURSA MALAYSIA SECURITIES BERHAD
9th Floor, Exchange Square
Bukit Kewangan
50200 Kuala Lumpur

UNAUDITED FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 30 JUNE 2014.

CONDENSED CONSOLIDATED INCOME STATEMENTS

Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	FY 2014 Current financial quarter ended 30-Jun-14 RM'000	FY 2013 Preceding year corresponding financial quarter ended 30-Jun-13 RM'000	FY 2014 Financial year ended 30-Jun-14 RM'000	FY 2013 Preceding financial year ended 30-Jun-13 RM'000
Note 4				
Included in Other income are the following items :-				
Allowance for doubtful debts no longer required	(575)	-	661	-
Bad debts recovered	3,600	-	3,600	8
Excess of fair value over investment cost on acquisition of additional interest in subsidiary companies	194	197	194	197
Excess of fair value over investment cost on acquisition of associate companies	-	161	-	161
Fair value gain on financial derivatives	2,947	-	16,304	-
Fair value gain on investment properties	3,225	7,505	3,225	7,505
Gain on disposal of property, plant and equipment	376	772	1,308	1,630
Gain on disposal of quoted securities	(8)	-	21,668	-
Gain on disposal of non-current assets classified as held for sale	-	4,015	1,060	4,015
Interest income	2,140	1,813	7,307	7,523
Gain on exchange differences				
- realised	4,260	-	2,136	-
- unrealised	(2,493)	-	5,978	-
Writeback of impairment of financial assets at fair value through profit or loss	8,752	(16,878)	41,312	16,354
Note 5				
Exceptional item represents :-				
Gain/(loss) on dilution of equity interests in associate companies	545	764	(152)	909

INSAS BERHAD
Company No. 4081-M
(Incorporated in Malaysia)

UNAUDITED FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 30 JUNE 2014.

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	FY 2014 Current financial quarter ended 30-Jun-14 RM'000	FY 2013 Preceding year corresponding financial quarter ended 30-Jun-13 RM'000	FY 2014 Financial year ended 30-Jun-14 RM'000	FY 2013 Preceding financial year ended 30-Jun-13 RM'000
Profit/(Loss) for the quarter/year	32,379	(5,328)	163,899	64,468
Other comprehensive income/(loss)				
Realised fair value gain transferred to income statements upon disposal of available for sale investments, net of tax	(11,450)	(3,800)	(24,550)	(3,800)
Unrealised gain on fair value changes on available for sale investments, net of tax	2,461	24,985	38,318	15,276
Share of other comprehensive Income of investments accounted for using equity method, net of tax	357	1,829	773	1,829
Foreign currency translation, net of tax	(1,021)	1,492	482	3,104
Total other comprehensive (loss)/income for the quarter/year, net of tax	(9,653)	24,506	15,023	16,409
Total comprehensive income for the quarter/year, net of tax	22,726	19,178	178,922	80,877
Attributable to :				
Owners of the Company	22,685	16,839	178,323	78,456
Non-controlling Interests	41	2,339	599	2,421
	22,726	19,178	178,922	80,877

(The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2013 and the accompanying explanatory notes attached to the Interim Financial Statements)

INSAS BERHAD
Company No. 4081-M
(Incorporated in Malaysia)

UNAUDITED FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 30 JUNE 2014.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 30 JUNE 2014.

	Attributable to Owners of the Company										Non-controlling interests RM'000	Total equity RM'000
	Non-Distributable						Distributable					
	Share capital RM'000	Share premium RM'000	Available for sale investments fair value reserve RM'000	Reserve fund RM'000	Other reserves RM'000	Exchange translation reserve RM'000	Treasury shares RM'000	Retained earnings RM'000	Total RM'000			
Year ended 30 June 2014												
As at 1 July 2013	693,334	47,751	39,052	1,200	1,829	4,907	(10,146)	252,365	1,030,292	2,922	1,033,214	
Transactions with owners:-												
Repurchase of shares	-	-	-	-	-	-	(3,376)	-	(3,376)	-	(3,376)	
Cash dividends paid to owners of the Company	-	-	-	-	-	-	-	(6,642)	(6,642)	-	(6,642)	
Acquisition of equity interests in subsidiary companies	-	-	-	-	-	-	-	-	-	3,901	3,901	
Total transactions with owners	-	-	-	-	-	-	(3,376)	(6,642)	(10,018)	3,901	(6,117)	
Comprehensive Income/(loss) for the financial year												
Profit for the financial year	-	-	-	-	-	-	-	163,334	163,334	565	163,899	
Realised fair value gain transferred to income statements upon disposal of available for sale investments, net of tax	-	-	(24,550)	-	-	-	-	-	(24,550)	-	(24,550)	
Unrealised gain on fair value changes on available for sale investments, net of tax	-	-	38,318	-	-	-	-	-	38,318	-	38,318	
Reserve fund transfer to retained earnings	-	-	-	(1,200)	-	-	-	1,200	-	-	-	
Share of other comprehensive income of investments accounted for using equity method, net of tax	-	-	-	-	1,531	-	-	(758)	773	-	773	
Foreign currency translation, net of tax	-	-	-	-	-	448	-	-	448	34	482	
Total comprehensive income for the year	-	-	13,768	(1,200)	1,531	448	-	163,776	178,323	599	178,922	
Balance at 30 June 2014	693,334	47,751	52,820	-	3,360	5,355	(13,522)	409,499	1,198,597	7,422	1,206,019	
Year ended 30 June 2013												
As at 1 July 2012	693,334	47,751	27,576	1,200	-	1,797	(881)	196,882	967,659	3,755	971,414	
Transactions with owners:-												
Repurchase of shares	-	-	-	-	-	-	(9,265)	-	(9,265)	-	(9,265)	
Deconsolidation of a subsidiary company	-	-	-	-	-	-	-	-	-	(1,129)	(1,129)	
Dilution of equity interest by non-controlling interests in a subsidiary company	-	-	-	-	-	-	-	-	-	(2,125)	(2,125)	
Cash dividends paid to owners of the Company	-	-	-	-	-	-	-	(6,558)	(6,558)	-	(6,558)	
Total transactions with owners	-	-	-	-	-	-	(9,265)	(6,558)	(15,823)	(3,254)	(19,077)	
Comprehensive Income/(loss) for the financial year												
Profit for the financial year	-	-	-	-	-	-	-	62,041	62,041	2,427	64,468	
Realised fair value gain transferred to income statements upon disposal of available for sale investments, net of tax	-	-	(3,800)	-	-	-	-	-	(3,800)	-	(3,800)	
Unrealised gain on fair value changes on available for sale investments, net of tax	-	-	15,276	-	-	-	-	-	15,276	-	15,276	
Share of other comprehensive income of investments accounted for using equity method, net of tax	-	-	-	-	1,829	-	-	-	1,829	-	1,829	
Foreign currency translation, net of tax	-	-	-	-	-	3,110	-	-	3,110	(6)	3,104	
Total comprehensive income for the year	-	-	11,476	-	1,829	3,110	-	62,041	78,456	2,421	80,877	
Balance at 30 June 2013	693,334	47,751	39,052	1,200	1,829	4,907	(10,146)	252,365	1,030,292	2,922	1,033,214	

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2013 and the accompanying explanatory notes attached to the Interim Financial Statements)

UNAUDITED FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 30 JUNE 2014.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	As at 30/6/2014 RM'000	(Audited) As at preceding financial year ended 30/06/2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	79,824	59,721
Investment properties	159,716	151,432
Available for sale investments	106,241	96,022
Held to maturity investments	29,990	23,997
Associate companies	144,375	90,196
Intangible assets	26,051	26,184
Deferred tax assets	1,733	4,125
Total non-current assets	547,930	451,677
Current assets		
Property development costs	9,567	9,350
Inventories	14,099	15,831
Trade receivables	341,198	330,375
Amount due from associate companies	19,145	-
Other receivables, deposits and prepayments	22,259	14,904
Tax recoverable	1,929	2,227
Held to maturity investments	6,286	8,598
Financial assets at fair value through profit or loss	288,174	149,254
Deposits with licensed banks and financial institutions	314,034	322,403
Cash and bank balances	41,278	52,992
Total current assets	1,057,969	905,934
Non-current assets classified as held for sale	-	1,700
	1,057,969	907,634
TOTAL ASSETS	1,605,899	1,359,311
EQUITY AND LIABILITIES		
EQUITY		
Equity attributable to owners of the Company		
Share capital	693,334	693,334
Treasury shares	(13,522)	(10,146)
Reserves	109,286	94,739
Retained earnings	409,499	252,365
	1,198,597	1,030,292
Non-controlling interests	7,422	2,922
TOTAL EQUITY	1,206,019	1,033,214
LIABILITIES		
Non-current liabilities		
Loans and borrowings	16,278	7,178
Hire purchase payables	26,854	16,911
Deferred tax liabilities	3,801	1,049
Total non-current liabilities	46,933	25,138
Current liabilities		
Derivative financial liabilities	3,873	20,091
Trade payables	63,994	40,125
Amount due to associate companies	-	45,060
Other payables and accruals	56,192	56,278
Loans and borrowings	228,876	138,487
Tax payable	12	918
Total current liabilities	352,947	300,959
TOTAL LIABILITIES	399,880	326,097
TOTAL EQUITY AND LIABILITIES	1,605,899	1,359,311
Net assets per share attributable to owners of the Company (RM)	1.80	1.54

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2013 and the accompanying explanatory notes attached to the Interim Financial Statements)

* Net assets per share attributable to owners of the Company is computed based on Total Shareholders' Funds (excluding Non-controlling interests) divided by the total number of ordinary shares, net of shares bought back.

INSAS BERHAD
Company No. 4081-M
(Incorporated in Malaysia)

UNAUDITED FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 30 JUNE 2014.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 30 JUNE 2014.

	Current financial year ended 30/06/2014 RM'000	Preceding financial year ended 30/6/2013 RM'000
Cash flows from operating activities		
Profit before taxation	174,366	62,600
Adjustments for :		
Non-cash items	(126,249)	(38,646)
Finance costs	9,080	10,896
Interest income	(7,307)	(7,523)
Operating profit before working capital changes	<u>49,890</u>	<u>27,327</u>
Changes in working capital :-		
Net changes in current assets	(165,848)	35,280
Net changes in current liabilities	18,525	44,361
Cash (used in)/generated from operations	<u>(97,433)</u>	<u>106,968</u>
Finance costs	(9,080)	(10,896)
Interest income	7,307	7,523
Tax paid	(5,311)	(2,466)
Net cash (used in)/generated from operating activities	<u>(104,517)</u>	<u>101,129</u>
Cash flows from investing activities		
Subscription of shares and investments in associate companies	(19,855)	(17,455)
Purchase of property, plant and equipment	(6,659)	(2,895)
Purchase of held to maturity investments	(13,196)	(3,218)
Purchase of available for sale investments	(3,430)	(11,491)
Purchase of investment properties	(5,798)	(9,631)
Payment made on non-current assets classified as held for sale	-	(1,125)
Payment for intangible asset	-	(265)
Proceeds from disposal of property, plant and equipment	2,382	3,250
Proceeds from disposal of investment properties	-	1,350
Proceeds from redemption and disposal of held to maturity investments	10,166	10,607
Proceeds from redemption and disposal of available for sale investments	21,750	-
Proceeds from disposal of non-current assets classified as held for sale	2,760	13,186
Net cash outflow on disposal of equity interest in a subsidiary company	-	(1,141)
Acquisition of additional equity interests in subsidiary companies from non-controlling interests	-	(1,928)
Capital distribution from an associate company	1,100	-
Dividend received	17,719	12,209
Distribution received from joint ventures	-	52,249
Net cash outflow on acquisition of equity interest in subsidiary companies	(2,976)	-
Net cash generated from investing activities	<u>3,963</u>	<u>43,702</u>
Cash flows from financing activities		
(Increase)/decrease in fixed deposits pledged	(59,066)	51,482
Decrease/(increase) in cash and bank balances pledged	10,620	(18,209)
Net cash used in share buyback	(3,376)	(9,265)
Drawdown of loans and borrowings	440,080	100,778
Repayment of loans and borrowings	(371,351)	(169,821)
Repayment of hire purchase payables	(8,901)	(6,948)
Cash dividends paid to owners of the Company	(6,642)	(6,558)
Net cash generated from/(used in) financing activities	<u>1,364</u>	<u>(58,541)</u>
Net (decrease)/increase in cash and cash equivalents	<u>(99,190)</u>	<u>86,290</u>
Cash and cash equivalents at beginning of the financial year	<u>204,286</u>	<u>117,995</u>
Exchange differences	<u>399</u>	<u>1</u>
Cash and cash equivalents at end of the financial year	<u>105,495</u>	<u>204,286</u>
Cash and cash equivalents comprise of :-		
Bank overdrafts	(51,061)	(20,800)
Cash and bank balances	32,577	33,671
Deposits with licensed banks and financial institutions	123,979	191,415
	<u>105,495</u>	<u>204,286</u>

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2013 and the accompanying explanatory notes attached to the Interim Financial Statements)

INSAS BERHAD
Company No. 4081-M
(Incorporated in Malaysia)

UNAUDITED FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 30 JUNE 2014.

NOTES TO THE UNAUDITED FINANCIAL REPORT.

A1. Basis of Preparation

This set of financial report is unaudited and has been prepared in compliance with the reporting requirements outlined in the Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad.

This report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2013. The explanatory notes attached to this financial report 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 since the financial year ended 30 June 2013.

A2. Changes in Accounting Policies

The accounting policies and methods of computation and presentation adopted by the Group in this quarterly report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2013 except for the adoption of the following new/revised Malaysian Financial Reporting Standards (“MFRSs”) and Amendments to MFRSs issued by the MASB that became effective and relevant to the Group for the financial year beginning 1 July 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	Employee Benefits (as amended in 2011)
MFRS 127	Separate Financial Statements (as amended in 2011)
MFRS 128	Investments in Associates and Joint Ventures (as amended in 2011)
Amendments to MFRS 7	Financial Instruments : Disclosures – Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 101	Presentation of Financial Statements (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 116	Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 132	Financial Instruments : Presentation (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 134	Interim Financial Reporting (Annual Improvements 2009-2011 Cycle)

A2. Changes in Accounting Policies (Cont'd)

Cont'd

Amendments to MFRS 10	Consolidated Financial Statements : Transition Guidance
Amendments to MFRS 11	Joint Arrangements : Transition Guidance
Amendments to MFRS 12	Disclosure of Interests in Other Entities : Transition Guidance

The adoption of the above new/revised MFRSs and Amendments to MFRSs are not expected to have any material financial impact on the financial statements of the Group.

A3. Declaration of Audit Qualification

There was no qualified report issued by the auditors in the audited financial statements of the Group for the financial year ended 30 June 2013.

A4. Seasonality and Cyclicity of Interim Operations

The performance of the Group is not significantly affected by seasonal and cyclical fluctuation.

A5. Exceptional / Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

The following are the exceptional items that occurred during the current financial quarter and financial year under review which affect the assets, liabilities, equity, net income or cash flows of the Group:-

Recognised in the Income Statements

	Individual	Quarter	Cumulative	Quarter
	Quarter ended	Quarter ended	Year ended	Year ended
	30-June-2014	30-June-2013	30-June-2014	30-June-2013
	RM'000	RM'000	RM'000	RM'000
Allowance for doubtful debts no longer required	(575)	-	661	-
Allowance for doubtful debts	(2,335)	322	(3,321)	(214)
Bad debts recovered	3,600	-	3,600	8
Fair value gain/(loss) on financial derivatives	2,947	(11,393)	16,304	(9,092)
Gain/(Loss) on dilution of equity interest in associate companies	545	764	(152)	909
Fair value gain on investment properties	3,225	7,505	3,225	7,505
Fair value gain/(loss) on financial assets at fair value through profit or loss	8,752	(16,878)	41,312	16,354

A6. Material changes in Estimates

There are no material changes in accounting estimates used in the preparation of the financial statements in the current financial quarter and current financial year as compared to the preceding corresponding financial quarter and financial year.

A7. Debts and Equity Securities

The shareholders of the Company, by an ordinary resolution passed in the Annual General Meeting of the Company held on 19 December 2013, approved the Company's plan to repurchase its own shares. The Directors of the Company are committed to enhance the value of the Company to its shareholders and believe that the repurchase plan can be applied in the best interests of the Company and its shareholders.

During the financial year ended 30 June 2014, the Company repurchased 5,971,100 of its issued share capital from the open market. The average price paid for the shares repurchased was RM0.5655 per share. The repurchase transactions were financed by internally generated funds. The shares repurchased are being held as treasury shares in accordance with the requirement of Section 67A of the Companies Act 1965. Of the total 693,333,633 issued and fully paid up ordinary shares, 29,127,291 shares are being held as treasury shares by the Company as at 30 June 2014.

Other than the above, there were no issuance and repayment of equity and debts securities, share cancellations and resale of treasury shares for the financial year ended 30 June 2014.

A8. Dividends paid

The Company paid an interim single tier cash dividend of 1.0 sen per ordinary share of RM1.00 each amounting to RM6,642,063 on 24 February 2014 in respect of the financial year ending 30 June 2014.

A9. Segment Information

The segment analysis for the Group's results for the financial year ended 30 June 2014 is as follows:-

	Financial services and Credit & leasing	Property investment and development	Investment holding and trading	Retail trading and car rental	IT-related manufacturing, trading and services	Elimination	Consolidated total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue							
External revenue	57,340	5,553	185,621	22,989	11,306	-	282,809
Inter-segment revenue	4,711	700	4,323	169	10,342	(20,245)	-
Total segment revenue	62,051	6,253	189,944	23,158	21,648	(20,245)	282,809
Results							
Segment profit from operations	36,129	770	76,250	2,950	16,118	(3,825)	128,392
Interest income	1,212	286	11,035	16	891	(6,133)	7,307
Finance costs	(10,318)	(767)	(5,514)	(1,650)	(789)	9,958	(9,080)
Exceptional items	-	-	-	-	(152)	-	(152)
Share of profits less losses of associate companies	-	(909)	14,516	884	33,408	-	47,899
Profit/(loss) before taxation	27,023	(620)	96,287	2,200	49,476	-	174,366
Taxation	(6,658)	(778)	(2,679)	(396)	44	-	(10,467)
Profit/(loss) for the financial year	20,365	(1,398)	93,608	1,804	49,520	-	163,899
Attributable to :							
Owners of the Company							163,334
Non-controlling interests							565

A9. Segment Information (Cont'd)

The segment analysis for the Group's results for the financial year ended 30 June 2013 was as follows:-

	Financial services and Credit & leasing	Property investment and development	Investment holding and trading	Retail trading and car rental	IT-related manufacturing, trading and services	Eliminations	Consolidated total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue							
External revenue	40,487	1,414	233,695	19,205	2,523	-	297,324
Inter-segment revenue	2,095	868	15,441	213	6,982	(25,599)	-
Total segment revenue	42,582	2,282	249,136	19,418	9,505	(25,599)	297,324
Results							
Segment profit/(loss) from operations	13,805	3,226	26,292	3,020	(1,651)	(1,451)	43,241
Interest income	652	440	16,094	-	471	(10,134)	7,523
Finance costs	(12,125)	(280)	(8,555)	(1,296)	(225)	11,585	(10,896)
Exceptional item	-	-	-	-	909	-	909
Share of profits less losses of associate companies	-	(2,043)	6,558	5,665	15,670	-	25,850
Share of profits less losses of jointly controlled entities	-	(4,027)	-	-	-	-	(4,027)
Profit/(loss) before taxation	2,332	(2,684)	40,389	7,389	15,174	-	62,600
Taxation	(2,340)	1,796	2,981	(482)	(87)	-	1,868
Profit/(loss) for the financial year	(8)	(888)	43,370	6,907	15,087	-	64,468
Attributable to :							
Owners of the Company							62,041
Non-controlling interests							2,427

A10. Valuation of Property, Plant and Equipment

The valuation of land and building held under property, plant and equipment has been brought forward without amendment from the annual financial statements of the Group for the financial year ended 30 June 2013.

A11. Material Subsequent Events

There were no material events subsequent to 30 June 2014 to the date of this Report that have not been reflected in the financial statements for the current financial year.

A12. Changes in the composition of the Group

There were no changes in the composition of the Group for the current financial quarter and financial year, including business combinations, acquisition or disposal of subsidiary and associate companies and long term investments, restructuring and discontinuing operations other than as disclosed below:-

- (i) On 6 September 2013, Insas Technology Pte Ltd, an indirect wholly-owned subsidiary company of the Group subscribed for 200 ordinary shares representing 20% equity interest in Sengenics International Pte Ltd ("Sengenics International") for a cash consideration of S\$200.

Sengenics International was incorporated on 23 February 2012 under the Singapore Companies Act (Cap 50) and is principally engaged in providing services relating to medical, agricultural and biotechnological screening, diagnosis and tests using molecular biological methods.

A12. Changes in the composition of the Group (Cont'd)

There were no changes in the composition of the Group for the current financial quarter and financial year, including business combinations, acquisition or disposal of subsidiary and associate companies and long term investments, restructuring and discontinuing operations other than as disclosed below (cont'd):-

- (ii) On 30 October 2013, Insas Technology Pte Ltd subscribed for 500,000 ordinary shares representing 29.40% equity interest in Numoni Pte Ltd ("Numoni") for a cash consideration of S\$500,000.

Numoni was incorporated on 1 January 2012 under the Singapore Companies Act (Cap 50) and is principally engaged in the development of software and programming activities.

- (iii) On 28 October 2013, Gleneagles Medical Centre (Kuala Lumpur) Sdn Bhd ("GMC"), a 20% associate company of the Company, held a general meeting of the members of GMC, to approve for GMC to be wound-up by way of members' voluntary winding-up pursuant to Section 254(1)(b) of the Companies Act, 1965.

GMC is a private limited company incorporated in Malaysia under the Companies Act, 1965. The principal activities of GMC are the development and investment in medical centers.

The winding-up of GMC was initiated as it has ceased its operations and had remained dormant during the year.

- (iv) On 31 December 2013, Melium Holdings Sdn Bhd ("Melium Holdings"), an associate company of the Group, acquired 2 ordinary shares of RM1 each representing 100% equity interest in Smooth Inspiration Sdn Bhd ("Smooth Inspiration") for a cash consideration of RM2.

On 5 May 2014, Melium Holdings further subscribed for 249,998 new ordinary shares of RM1 each in Smooth Inspiration at a subscription price of RM249,998 in the enlarged share capital comprising 250,000 ordinary shares of RM1 each in Smooth Inspiration.

Smooth Inspiration was incorporated in Malaysia on 26 September 2011 as a private limited company under the Companies Act, 1965. The principal activity of Smooth Inspiration is in the food and beverage business.

- (v) On 6 May 2014, Topacres Sdn Bhd ("Topacres"), an indirect wholly-owned subsidiary company of the Group, entered into a Subscription and Shareholders' Agreement with Tribeca Capital Sdn Bhd and Red Zone Development Sdn Bhd for Topacres to subscribe for 300,000 new ordinary shares of RM1.00 each and 2,700,000 new redeemable preference shares ("RPS") of RM0.01 each representing 60% of the enlarged share capital of Special Windfall Sdn Bhd for a total subscription price of RM3.0 million.

Special Windfall Sdn Bhd is a private limited company incorporated in Malaysia on 16 July 2012. The principal activity of Special Windfall Sdn Bhd is housing development.

A12. Changes in the composition of the Group (Cont'd)

There were no changes in the composition of the Group for the current financial quarter and financial year, including business combinations, acquisition or disposal of subsidiary and associate companies and long term investments, restructuring and discontinuing operations other than as disclosed below (cont'd):-

- (vi) On 6 May 2014, Insas Technology Berhad ("ITB"), a wholly-owned subsidiary company, acquired an additional 187,500 ordinary shares of RM1.00 each representing 15% equity interest in J&C Pacific Sdn Bhd ("J&C") from one of J&C's shareholders, for a cash consideration of RM1.0 million.

Following the acquisition, ITB's equity interest in J&C increased from 36% to 51%. Arising thereon, J&C became a 51% indirect subsidiary of the Group.

J&C is a private limited company incorporated in Malaysia on 14 April 1997. The principal activities of J&C include the provision of mobile telecommunication products and services and mobile airtime reload services.

A13. Contingent Assets or Liabilities

As at the date of this Report, the Company has issued guarantees amounting to RM118,115,000 to financial institutions in respect of banking and credit facilities granted to its subsidiary and associate companies. There is no contingent asset as at the date of this Report.

A14. Commitments

Contractual commitments not provided for in the financial statements as at 30 June 2014 are as follows:-

	RM'000
To acquire property, plant and equipment	3,729
To acquire investment properties	17,825
To acquire unquoted shares in a company	<u>5,000</u>

A15. Related Party Transactions

Related party transactions had been entered into in the ordinary course of business that had been undertaken at arm's length basis on normal commercial terms.

ADDITIONAL INFORMATION REQUIRED BY PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance

Current financial quarter against preceding year's corresponding financial quarter

The Group reported revenue of RM63.7 million and a pre-tax profit of RM38.1 million for the current financial quarter ended 30 June 2014 compared with revenue of RM88.5 million and a pre-tax loss of -RM9.7 million reported in the preceding year's corresponding quarter.

B1. Review of Performance (Cont'd)

Current financial quarter against preceding year's corresponding financial quarter (cont'd)

The higher Group's profits reported in the quarter ended 30 June 2014 as compared to the preceding year's corresponding quarter are mainly due to the following:-

Financial services and credit & leasing division

Revenue and pre-tax results for the current quarter ended 30 June 2014 is higher than the preceding year's corresponding quarter primarily due to improved results reported by the stock broking and money lending units on the back of improved market sentiments.

Property investment and development division

The property investment division reported lower pre-tax profits in the current quarter as compared to the preceding year's corresponding quarter due to lower fair value gain on revaluation of the Group's investment properties of RM0.04 million in the current quarter (Q4/2013: RM2.9 million).

Investment holding and trading division

The investment unit reported lower revenue for the current quarter as compared to the preceding year's corresponding quarter primarily due to lower trading activities in the current quarter. The investment unit reported higher pre-tax profit of RM18.3 million for the quarter ended 30 June 2014 as compared to pre-tax loss of -RM13.0 million in the preceding year's corresponding quarter. The higher profits was derived from higher fair value gain on financial assets at fair value through profit or loss of RM9.1 million and higher fair value gain on financial derivatives of RM2.9 million in the current quarter (Q4/2013: fair value loss of financial assets at fair value through profit and loss of -RM15.4 million and fair value loss on financial derivatives of -RM11.4 million).

Retail trading and car rental division

The car rental units reported higher revenue in the current quarter as compared to the preceding year's corresponding quarter primarily due to increase in numbers of cars rented out in the current quarter on the back of increase in fleet size in the current year. Despite the higher revenue, the car rental units reported lower pre-tax profits in the current quarter due to lower gain on disposal of vehicles as compared to the preceding year's corresponding quarter.

The Group's associate company, Melium Holdings Sdn Bhd ("Melium Holdings") reported lower profit in the current quarter as compared to the preceding year's corresponding quarter due to higher provision for tax and stocks obsolescence in the current quarter. The Group's equity accounting for Melium Holdings' after-tax profits was -RM0.7 million for the current quarter (Q4/2013 : RM3.2 million).

IT-related manufacturing, trading and services division

The IT unit reported higher revenue and pre-tax profit in the current quarter ended 30 June 2014 as compared to the preceding year's corresponding quarter mainly due to higher gain from sale of quoted securities and the consolidation of the results of J&C Pacific Sdn Bhd and its subsidiary, J&C Collaboration Sdn Bhd, of which the acquisition of the additional equity interest in J&C Pacific was completed during the current quarter.

The IT unit's associate companies, Inari Amertron Berhad Group ("Inari Amertron") reported higher profit in the current quarter as compared to the preceding year's corresponding quarter due to the consolidation of the results of Amertron Inc. (Global) Limited, the acquisition which was completed in June 2013 as well as higher trading volumes from Inari Amertron's existing business units. The IT unit's equity accounting for Inari Amertron's after-tax profits for the current quarter ended 30 June 2014 was RM10.1 million (Q4/2013 : RM4.7 million).

B1. Review of Performance (Cont'd)

Current financial quarter against preceding year's corresponding financial quarter (cont'd)

Group's summary

The Group reported higher pre-tax profit of RM38.1 million in the current quarter ended 30 June 2014 as compared to pre-tax loss of -RM9.7 million in the preceding year's corresponding quarter primarily due to higher pre-tax profits reported by the stock broking, money lending and investment units and the IT unit and its associate companies, Inari Amertron Group in the current quarter.

Current financial year to date against preceding year's corresponding financial year to date

The Group reported revenue of RM282.8 million and a pre-tax profit of RM174.4 million for the financial year ended 30 June 2014 as compared with revenue of RM297.3 million and a pre-tax profit of RM62.6 million reported in the preceding year.

The improvement in the Group's results reported in the financial year ended 30 June 2014 as compared to the preceding year are mainly due to the following:-

Financial service and credit & leasing division

Revenue for the financial year ended 30 June 2014 improved as compared to the preceding year mainly due to higher brokerage and corporate advisory income reported by the stock broking unit.

Pre-tax profit for the financial year ended 30 June 2014 increased as compared to the preceding year due to higher profits reported by both the stock broking and the money lending units on the back of improved market sentiments in the current financial year.

Property investment and development division

There is no significant contribution from the property investment and development units for the financial year ended 30 June 2014 as compared to the preceding year.

Investment holding and trading division

The investment unit reported lower revenue of RM185.6 million in the financial year ended 30 June 2014 as compared to revenue of RM233.7 million reported in the preceding year as a result of lower trading activities in the current financial year. The investment unit registered higher pre-tax profit of RM96.3 million for the financial year ended 30 June 2014 as compared to a pre-tax profit of RM40.4 million in the preceding year after taking into account fair value gain on financial derivatives of RM16.3 million (2013: Fair value loss on financial derivatives of -RM9.1 million) and fair value gain on financial assets at fair value through profit or loss of RM37.4 million (2013: RM17.5 million).

Retail trading and car rental division

Revenue for the financial year ended 30 June 2014 increased as compared to the preceding year due to higher revenue from the car rental businesses arising from higher demand for cars on the back of increased fleet size of the car rental businesses. Despite the higher revenue, there is no significant improvement in the pre-tax profit for the financial year ended 30 June 2014 due to the low profit margin and high fixed costs incurred by the Group's car rental businesses.

The Group's associate company, Melium Holdings reported lower profit in the current financial year as compared to the preceding year due to lower operating profits on the back of higher expenses incurred in the current financial year. The Group's equity accounting for Melium Holdings' after-tax profits was RM0.9 million for the financial year (2013: RM5.7 million).

B1. Review of Performance (Cont'd)

Current financial year to date against preceding year's corresponding financial year to date (cont'd)

IT-related manufacturing, trading and services division

The IT unit reported significantly higher pre-tax profit for the financial year ended 30 June 2014 as compared to the preceding year mainly due to higher gain from sale of quoted securities in the financial year.

The IT unit's associate companies, Inari Amertron reported higher profits for the financial year ended 30 June 2014 as compared to the preceding year due to the consolidation of the results of Amertron Inc. (Global) Limited, the acquisition which was completed in June 2013 as well as higher trading volumes from Inari Amertron's existing business units. The IT unit's equity accounting for Inari Amertron's after-tax profits for the financial year ended 30 June 2014 is RM33.7 million (2013: RM14.6 million).

Group's summary

The Group reported a higher pre-tax profit of RM174.4 million for the financial year ended 30 June 2014 as compared to RM62.6 million in the preceding year mainly due to higher profits reported by the stock broking, money lending and investment units and the IT unit and its associate companies, Inari Amertron Group.

B2. Comments on material changes in the revenue and profit before taxation for the current financial quarter as compared with the immediate preceding financial quarter

The Group reported revenue of RM63.7 million and a pre-tax profit of RM38.1 million in the current quarter as compared with revenue of RM65.9 million and a pre-tax profit of RM32.5 million in the immediate preceding quarter.

The Group registered higher pre-tax profit in the current quarter after taking into account fair value gain on revaluation of investment properties of RM3.2mil (immediate preceding quarter : Nil) and fair value gain on financial assets at fair value through profit or loss of RM8.8 million (immediate preceding quarter: fair value gain of RM3.1 million).

B3. Prospects for the financial year ending 30 June 2015

Financial services and investment trading division

The Board views the prospect of the stock broking and money lending units will be encouraging in the new financial year due to the improving market sentiments and expected new businesses generated by the corporate finance unit. The Group will remain cautious in evaluating and funding new investments under its investment unit.

Property investment and development division

The Group is exploring opportunities in new property investment and development ventures and has participated in a joint investment for the development of a piece of land in Nilai, Negeri Sembilan. The Board also has plans to participate in certain new property development projects within Klang Valley on a joint venture basis.

Retail trading and car rental division

The Group is working on expanding its car rental businesses by increasing its fleet size and expanding its presence in East Malaysia and Singapore. The Board is of the view that the car rental businesses will provide increased revenue and profit contribution to the Group in future.

B3. Prospects for the financial year ending 30 June 2015

IT-related manufacturing, trading and services division

The Board expects the IT unit to perform well in the new financial year lead by forecasted positive contribution from Inari Amertron. Inari Amertron remains optimistic in maintaining its profitable performance in the new financial year in light of the continuing growth in the market segment which it operates in ie. radio frequency and fiber optics businesses which are in high growth underpinned by global proliferation of smart devices. Inari Amertron in their outlook, expects to work towards widening its clientele and service offering, increasing investments in research and development (R&D) and expanding its production capacity to meet the high demand for its products and services.

B4. Variance of Actual Profit from Forecast Profit/Profit Guarantee

This note is not applicable for the financial year under review as the Group did not enter into any scheme that requires it to present forecast results or guarantee any profits.

B5. Taxation

The taxation charge for the current financial quarter and financial year ended 30 June 2014 is as follows:-

	Individual Quarter ended 30-June-2014 RM'000	Quarter Quarter ended 30-June-2013 RM'000	Cumulative Year ended 30-June-2014 RM'000	Quarter Year ended 30-June-2013 RM'000
<u>Income tax:-</u>				
Provision for the financial quarter/year	843	993	5,312	3,255
(Over)/Under provision in previous financial quarter/ year	(306)	666	17	861
<u>Deferred tax:-</u>				
Transfer to deferred taxation RPGT on fair value adjustment of investment properties	2,456	72	2,456	72
Under/(Over)provision in previous financial quarter/ year	212	(6,056)	212	(6,056)
	<u>5,675</u>	<u>(4,325)</u>	<u>10,467</u>	<u>(1,868)</u>

B5. Taxation (Cont'd)

The reconciliation between the statutory tax rate and the effective tax rate on the pre-tax profit of the Group are as follows:-

	Individual Quarter ended 30-June-2014 RM'000	Quarter Quarter ended 30-June-2013 RM'000	Cumulative Year ended 30-June-2014 RM'000	Quarter Year ended 30-June-2013 RM'000
Profit/(Loss) before taxation	38,054	(9,653)	174,366	62,600
Income tax at Malaysian statutory tax rate	9,514	(2,413)	43,592	15,650
<u>Tax effect in respect of :</u>				
Non-allowable expenses	2,989	1,790	5,577	4,586
Income not subject to tax	(11,987)	(400)	(40,700)	(17,907)
Effect of different tax rates in other countries	(251)	483	(721)	112
Overseas tax paid on dividend income	(72)	417	510	1,239
RPGT on fair value adjustment of investment properties	2,470	-	2,470	-
Changes in tax rates on deferred tax assets not recognised	329	-	329	-
Utilisation of previously unrecognised deferred tax assets	3,001	803	(750)	(943)
Deferred tax not recognised in the financial statements	(224)	385	(69)	590
Tax expenses for the financial quarter/year	5,769	1,065	10,238	3,327
Under/(over)provision for taxation in previous financial quarter/year	(306)	666	17	861
Under/(Over) provision for deferred taxation in previous financial quarter/year	212	(6,056)	212	(6,056)
	5,675	(4,325)	10,467	(1,868)

B6. Status of Corporate Proposal announced but not completed as at the date of this Report

There is no corporate proposal that has been announced but has not been completed as at the date of this Report, other than as disclosed below:-

On 25 July 2014, the Company announced to undertake the following proposals:-

- i) Proposed Renounceable Rights Issue of up to 138,666,727 Redeemable Preference Shares ("RPS") with up to 277,333,454 free detachable Warrants on the basis of one (1) RPS and two (2) warrants for every five (5) existing ordinary shares of RM1 each held in the Company at an issue price of RM1.00 per RPS;
- ii) Proposed reclassification of the authorised share capital of the Company from RM1,500,000,000 comprising 1,500,000,000 ordinary shares to RM1,500,000,000 comprising 1,498,000,000 ordinary shares and 200,000,000 RPS of RM0.01 each.
- iii) Proposed amendment to the Memorandum and Articles of Association of the Company to facilitate this Proposed Rights Issue with Warrants exercise.

B6. Status of Corporate Proposal announced but not completed as at the date of this Report(Cont'd)

There is no corporate proposal that has been announced but has not been completed as at the date of this Report, other than as disclosed below:- (cont'd)

On 25 July 2014, the Company announced the following proposals:- (cont'd)

- iv) Proposed establishment of an employees' share option scheme ("ESOS") of up to ten percent (10%) of the issued and paid-up share capital to all eligible employees of the Group.

The Proposed ESOS shall be valid for a duration of five (5) years from the effective date of the Proposed ESOS, and may if the Board of Directors of the Company deems fit, upon the recommendation of the ESOS Committee, be extended for a further five (5) years, subject to an aggregate of ten (10) years from the effective date of implementation of the Proposed ESOS.

The above proposals are subject to the following approvals being obtained:-

- a. Bursa Securities for the listing of and quotation for the RPS, Warrants and the new ordinary shares to be issued arising from the exercise of Warrants and ESOS pursuant to the Proposed Rights Issue with Warrants and Proposed ESOS;
- b. Bank Negara Malaysia for the issuance of RPS to non-residents pursuant to the Proposed Rights Issue with Warrants;
- c. Shareholders of the Company at an extraordinary general meeting to be convened for the Proposals; and
- d. Other relevant authorities, if required.

B7. Group Borrowings and Debts Securities as at 30 June 2014

	Foreign Currency ('000)	RM'000
Short term secured borrowings		
- in US dollars	32,556	104,554
- in Australian dollars	(14,518)	(43,923)
- in Euro dollars	1,666	7,300
- in Hong Kong dollars	109,656	45,431
- in Singapore dollars	17,367	44,648
- in Ringgit Malaysia		70,866
		<u>228,876</u>
Long term secured borrowings		
- in US dollars	2,520	8,093
- in Singapore dollars	786	2,021
- in Ringgit Malaysia		6,164
		<u>16,278</u>
		<u>245,154</u>

B8. Material Litigation

There are no material progress/changes on pending material litigation since the last annual balance sheet date up to the date of this Report. The Group was not engaged in any litigation which is likely to give rise to proceedings which may materially and adversely affect the financial position or the business operations of the Group.

B9. Dividend

The Board of Directors had declared an interim single-tier dividend of 1.0 sen per ordinary share of RM1.00 each in respect of financial year ending 30 June 2014.

The dividend was paid on 24 February 2014.

The Board of Directors do not recommend any final dividend for the current quarter and current financial year ended 30 June 2014.

B10. Earnings per share

(a) Basic earnings per share

The basic earnings per share for the current financial quarter and financial year have been calculated by dividing the net profit attributable to owners of the Company for the financial quarter and financial year by the weighted average number of ordinary shares in issue during the financial quarter and financial year to date.

	Individual	Quarter	Cumulative	Quarter
	Quarter ended 30-June-2014	Quarter ended 30-June-2013	Year ended 30-June-2014	Year ended 30-June-2013
Net profit attributable to owners of the Company for the financial quarter and financial year to date (RM'000)	32,325	(7,560)	163,334	62,041
Weighted average number of ordinary shares in issue, after accounting for the effect of shares bought back ('000)	665,649	679,113	665,649	679,113
Basic earnings per share (Sen)	4.86	(1.11)	24.54	9.14

(b) Diluted earnings per share

The diluted earnings per share is not computed as there were no dilutive potential equity instruments in issue that gave diluted effect to the earnings per share.

B11. DISCLOSURE ON REALISED AND UNREALISED PROFITS AND LOSSES

The Group's retained profits as at 30 June 2014 and 30 June 2013 are analysed as follows:-

	<u>As at 30.06.2014</u> RM'000	<u>As at 30.06.2013</u> RM'000
<u>Total retained profits of the Company and its subsidiaries</u>		
- Realised	201,037	77,243
- Unrealised	115,706	71,505
	<u>316,743</u>	<u>148,748</u>
<u>Total share of retained profits from associate companies</u>		
- Realised	69,625	39,147
- Unrealised	9,148	2,836
	<u>78,773</u>	<u>41,983</u>
<u>Total share of retained profits from jointly controlled entities</u>		
- Realised	-	23,332
Add : Consolidated adjustments	<u>13,983</u>	<u>38,302</u>
Total Group retained profits as per consolidated financial statements	<u>409,499</u>	<u>252,365</u>