

Muda Holdings Berhad (10427 A)
Condensed Consolidated Interim Financial Statements
For The Three Months Ended 31 March 2014

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Note	Current Quarter		Cumulative Quarter	
		Three Months Ended		Three Months Ended	
		31.03.2014	31.03.2013	31.03.2014	31.03.2013
		Unaudited	Unaudited	Unaudited	Unaudited
		RM'000	RM'000	RM'000	RM'000
Revenue		249,168	263,705	249,168	263,705
Cost of sales		(205,984)	(216,328)	(205,984)	(216,328)
Gross profit		<u>43,184</u>	<u>47,377</u>	<u>43,184</u>	<u>47,377</u>
Other income		3,094	2,804	3,094	2,804
Distribution expenses		(16,433)	(18,259)	(16,433)	(18,259)
Administration expenses		(14,063)	(18,572)	(14,063)	(18,572)
Other expenses		(863)	(1,160)	(863)	(1,160)
Finance costs		(6,248)	(6,010)	(6,248)	(6,010)
Share of profit of associate companies		950	115	950	115
Profit before tax	B 5	<u>9,621</u>	<u>6,295</u>	<u>9,621</u>	<u>6,295</u>
Tax expense	B 6	(2,754)	(1,687)	(2,754)	(1,687)
Profit for the period		<u><u>6,867</u></u>	<u><u>4,608</u></u>	<u><u>6,867</u></u>	<u><u>4,608</u></u>
Other comprehensive income / (loss), net of tax					
Items that will not be reclassified subsequently to profit or loss					
Remeasurement of defined benefit obligations		-	(5,955)	-	(5,955)
Tax effects thereon		-	1,268	-	1,268
		<u>-</u>	<u>(4,687)</u>	<u>-</u>	<u>(4,687)</u>
Items that may be reclassified subsequently to profit or loss					
Foreign currency translation differences for foreign operations		51	(504)	51	(504)
Other comprehensive income / (loss) for the period, net of tax		<u>51</u>	<u>(5,191)</u>	<u>51</u>	<u>(5,191)</u>
Total comprehensive income for the period		<u><u>6,918</u></u>	<u><u>(583)</u></u>	<u><u>6,918</u></u>	<u><u>(583)</u></u>

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		Three Months Ended		Three Months Ended	
		31.03.2014	31.03.2013	31.03.2014	31.03.2013
		Unaudited	Unaudited	Unaudited	Unaudited
		RM'000	RM'000	RM'000	RM'000
Profit attributable to:					
Owners of the Company		6,197	3,850	6,197	3,850
Non-controlling interests		670	758	670	758
Profit for the period		<u>6,867</u>	<u>4,608</u>	<u>6,867</u>	<u>4,608</u>
Total comprehensive income / (loss) attributable to:					
Owners of the Company		6,259	(1,185)	6,259	(1,185)
Non-controlling interests		659	602	659	602
Total comprehensive income for the period		<u>6,918</u>	<u>(583)</u>	<u>6,918</u>	<u>(583)</u>
Earnings per share attributable to owners of the Company:					
Basic, for profit from operations (Sen)	B13(a)	<u>2.03</u>	<u>1.27</u>	<u>2.03</u>	<u>1.27</u>
Diluted, for profit from operations (Sen)	B13(b)	<u>-</u>	<u>1.27</u>	<u>-</u>	<u>1.27</u>

These Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Muda Holdings Berhad (10427 A)
Condensed Consolidated Interim Financial Statements
For The Three Months Ended 31 March 2014

Condensed Consolidated Statement of Financial Position as at

	Note	31-03-2014 Unaudited RM'000	31-12-2013 Audited RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment		902,384	912,178
Prepaid land lease payments		12,482	12,662
Capital work-in-progress		84,042	65,459
Investment properties		6,810	6,810
Investment in associate companies		16,461	15,526
Intangible assets		9,399	9,401
Deferred tax assets		10,537	11,033
		<u>1,042,115</u>	<u>1,033,069</u>
Current Assets			
Inventories		182,402	175,479
Trade receivables		179,002	182,545
Other receivables		27,917	16,695
Amount due from associate companies		2,052	2,162
Tax recoverable		1,711	1,697
Held-for-trading investments		4,463	4,461
Derivative financial instruments		98	-
Cash and bank balances, deposits and short term placements		61,738	76,342
Asset held for sale		-	244
		<u>459,383</u>	<u>459,625</u>
TOTAL ASSETS		<u><u>1,501,498</u></u>	<u><u>1,492,694</u></u>

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Condensed Consolidated Statement of Financial Position as at

	Note	31-03-2014 Unaudited RM'000	31-12-2013 Audited RM'000
EQUITY AND LIABILITIES			
Equity			
Share capital		152,525	152,525
Share premium		6,946	6,946
Reserves		256,502	257,010
Unappropriated profit		389,831	383,290
Equity attributable to owners of the parent		<u>805,804</u>	<u>799,771</u>
Non-Controlling Interests		<u>18,524</u>	<u>20,734</u>
Total Equity		<u>824,328</u>	<u>820,505</u>
Non-Current Liabilities			
Finance lease liabilities	B9	7,053	7,730
Borrowings	B9	124,477	122,517
Provision for retirement benefits		33,786	33,120
Deferred tax liabilities		30,124	28,601
		<u>195,440</u>	<u>191,968</u>
Current Liabilities			
Trade payables		28,870	43,521
Other payables		56,080	64,027
Finance lease liabilities	B9	5,986	6,364
Borrowings	B9	389,950	365,856
Tax payable		844	366
Derivative liabilities		-	87
		<u>481,730</u>	<u>480,221</u>
Total Liabilities		<u>677,170</u>	<u>672,189</u>
TOTAL EQUITY AND LIABILITIES		<u>1,501,498</u>	<u>1,492,694</u>
Net Assets per Share (RM)		2.70	2.69

These Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

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 Condensed Consolidated Interim Financial Statements
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Condensed Consolidated Statement of Changes in Equity

	← Attributable to Owners of the Company →					Distributable	Total	Non-Controlling	Total
	Non-Distributable								
	Share	Share	Share	Exchange	Revaluation	-priated			
	Capital	Premium	Option	Fluctuation	Reserve	Profit			
	RM'000	RM'000	Reserve	Reserve	Reserve	RM'000	RM'000	RM'000	RM'000
At 1 January 2014	152,525	6,946	-	2,857	254,153	383,290	799,771	20,734	820,505
Profit for the period	-	-	-	-	-	6,197	6,197	670	6,867
Other comprehensive income / (loss)	-	-	-	62	(570)	570	62	(11)	51
Total comprehensive income for the period	-	-	-	62	(570)	6,767	6,259	659	6,918
Transaction with owners:									
Acquisition of non-controlling interest	-	-	-	-	-	(226)	(226)	(2,869)	(3,095)
At 31 March 2014	152,525	6,946	-	2,919	253,583	389,831	805,804	18,524	824,328

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Condensed Consolidated Statement of Changes in Equity

	← Attributable to Owners of the Company →					→	Total	Non-Controlling Interests	Total Equity
	← Non-Distributable →			Distributable					
	Share Capital RM'000	Share Premium RM'000	Share Option Reserve RM'000	Exchange Fluctuation Reserve RM'000	Revaluation Reserve RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2013	151,843	6,732	187	1,881	70,894	353,329	584,866	34,149	619,015
Profit for the period	-	-	-	-	-	3,850	3,850	758	4,608
Other comprehensive income / (loss)	-	-	-	(349)	(28)	(4,658)	(5,035)	(156)	(5,191)
Total comprehensive income for the period	-	-	-	(349)	(28)	(808)	(1,185)	602	(583)
Transaction with owners:									
Issuance of shares under the ESOS	73	3	-	-	-	-	76	-	76
Transfer to share premium for share options exercised	-	29	(29)	-	-	-	-	-	-
Acquisition of non-controlling interest	-	-	-	-	-	(550)	(550)	(2,254)	(2,804)
At 31 March 2013	151,916	6,764	158	1,532	70,866	351,971	583,207	32,497	615,704

These Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

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Condensed Consolidated Statement of Cash Flows

	Three Months Ended	
	31-03-2014	31-03-2013
	Unaudited	Unaudited
	RM'000	RM'000
OPERATING ACTIVITIES		
Profit before tax	9,621	6,295
Adjustments For :-		
Non-cash and non-operating items	<u>19,791</u>	<u>21,006</u>
Operating profit before working capital changes	29,412	27,301
Changes in working capital:-		
Net changes in inventories	(7,092)	1,460
Net change in receivables	(7,740)	(3,708)
Net change in payable	(22,598)	(17,952)
Bill payable	<u>3,399</u>	<u>(7,348)</u>
Cash used in operations	<u>(4,619)</u>	<u>(247)</u>
Retirement benefits paid	(210)	(295)
Tax paid	(279)	(360)
Tax refund	20	1,029
Interest paid	<u>(6,339)</u>	<u>(6,063)</u>
Net cash used in operating activities	<u>(11,427)</u>	<u>(5,936)</u>
INVESTING ACTIVITIES		
Capital work-in-progress incurred	(20,524)	(5,881)
Purchase of property, plant & equipment	(2,980)	(2,721)
Payments for investment in associate	-	(245)
Acquisition of non-controlling interest	(2,948)	(2,804)
Proceeds from disposal of property, plant & equipment	1,118	362
Purchase of held-for trading investments	(8)	-
Proceeds from disposal of assets held for sale	<u>393</u>	<u>-</u>
Net cash used in investing activities	<u>(24,949)</u>	<u>(11,289)</u>

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Condensed Consolidated Statement of Cash Flows

	Three Months Ended	
	31-03-2014	31-03-2013
	Unaudited	Unaudited
	RM'000	RM'000
FINANCING ACTIVITIES		
Proceeds from issuance of shares	-	76
Dividend received	-	149
Interest received	163	176
Proceeds from finance leases	745	-
Revolving credit (repayment) / drawdown	(1,500)	1,100
Repayment of term loans	(8,914)	(9,671)
Repayment of finance leases	(1,920)	(2,875)
Term loans drawdown	10,009	750
Net cash used in financing activities	<u>(1,417)</u>	<u>(10,295)</u>
CASH AND CASH EQUIVALENTS		
Net changes	(37,793)	(27,520)
Effect of exchange rate changes	129	(70)
At beginning of financial period	62,231	49,854
At end of financial period	<u>24,567</u>	<u>22,264</u>
Cash and cash equivalents at end of period comprise:		
Cash and bank balances	43,284	33,043
Fixed deposits with licensed banks	6,516	4,497
Short term placements with financial institutions	11,938	11,274
Cash and bank balances classified as held for sale	-	1,573
Bank overdraft	(37,171)	(27,375)
Bank overdraft classified as held for sale	-	(748)
	<u>24,567</u>	<u>22,264</u>

These Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Notes

A. Explanatory Notes Pursuant to MFRS 134

1. Basis of Preparation

The Condensed Interim Financial Statements have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) No 134: Interim Financial Reporting and Paragraph 9.22 of Listing Requirements of Bursa Malaysia Securities Berhad. This Interim Financial Statements also complied with IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board (“IASB”).

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2013. The explanatory notes attached to these condensed consolidated 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 since the year ended 31 December 2013.

2. Significant Accounting Policies

Significant accounting policies and methods of computation adopted for the condensed interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2013 except for the adoption of the new/revised MFRS mentioned below.

2.1 Adoption of MFRS, Amendments to MFRS and IC Interpretation

On 1 January 2014, the Group adopted the following new and amended MFRSs and IC Interpretation which are mandatory for annual financial periods beginning on or after 1 January 2014:

Amendments to MFRS 10: Consolidated Financial Statements: Investment Entities
Amendments to MFRS 12: Disclosure of Interest in Other Entities: Investment Entities
Amendments to MFRS 127: Consolidated and Separate Financial Statements: Investment Entities
Amendments to MFRS 132: Financial Instruments: Presentation: Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 136: Impairment of assets: Recoverable Amount Disclosures for Non-Financial Assets
Amendments to MFRS 139: Financial Instruments: Recognition and Measurements: Novation of Derivatives and Continuation of Hedge Accounting
IC Interpretation 21: Levies

2.2 MFRSs and Amendments to MFRSs Issued but not yet Effective

The following MFRSs and Amendments to MFRSs issued by the MASB are relevant to the Group. However, they have not been early adopted in this set of financial statements.

MFRS and Amendments effective for annual periods beginning on or after 1 July 2014

Amendment to MFRS 2: Share-based Payment (Annual Improvements MFRSs 2010-2012 Cycle)

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Explanatory Notes Pursuant to MFRS 134 and Appendix 9B of the Listing Requirements

Amendments to MFRS 3: Business Combinations (Annual Improvements MFRSs 2010-2012 Cycle and 2011-2013 Cycle)

Amendments to MFRS 8: Operating Segments (Annual Improvements to MFRSs 2010-2012 Cycle)

Amendments to MFRS 13: Fair Value Measurement (Annual Improvements to MFRSs 2011-2013 Cycle)

Amendments to MFRS 116: Property, Plant and Equipment (Annual Improvements to MFRSs 2010-2012 Cycle)

Amendments to MFRS 119: Defined Benefit Plans: Employee Contributions

Amendments to MFRS 124: Related Party Disclosures (Annual Improvements to MFRSs 2010-2012 Cycle)

Amendments to MFRS 138: Intangible Assets (Annual Improvements to MFRSs 2010-2012 Cycle)

Amendments to MFRS 140: Investment Property (Annual Improvements to MFRSs 2011-2013 Cycle)

MFRS and Amendments effective for a date yet to be confirmed

MFRS 9: Financial Instruments (IFRS 9 issued by IASB in November 2009)

MFRS 9: Financial Instruments (IFRS 9 issued by IASB in October 2010)

Amendments to MFRS 7: Financial Instruments: Mandatory Effective Date of MFRS 9 and Transition Disclosures (IFRS 9 issued by IASB in November 2009, IFRS 9 issued by IASB in October 2010)

Amendments to MFRS 9: Financial Instruments: Hedge Accounting

The Directors anticipate that adoption of above new/revised MFRSs and amendments to MFRSs will have no material impact on the financial statements of the Group in the period of initial application.

3. Comments about Seasonal or Cyclical Factors

Prices of Group's products are affected by cyclical nature of international paper prices.

4. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flow during the period ended 31 March 2014.

5. Changes in Estimates

There were no material changes in estimates of amounts reported in prior interim period which would have a material effect on current financial period.

6. Debt and Equity Securities

The Company did not implement any scheme involving issuance of debt or equity securities or shares buyback during the period ended 31 March 2014.

7. Dividend Paid

There were no dividends paid during the period under review.

8. Operating Segments

Segmental information for the period ended is as follows:-

	Manufacturing RM'000	Trading RM'000	Others RM'000	Elimination RM'000	Total RM'000
Period Ended 31 March 2014					
Revenue					
External revenue	218,278	30,889	1	-	249,168
Inter-segment revenue	7,131	46,705	-	(53,836)	-
Total revenue	<u>225,409</u>	<u>77,594</u>	<u>1</u>	<u>(53,837)</u>	<u>249,168</u>
Segment Profit	14,639	2,245	(1,943)	(185)	14,756
Interest Income					163
Finance costs					(6,248)
Share of profit of associates					950
Profit before tax					<u><u>9,621</u></u>

	Manufacturing RM'000	Trading RM'000	Others RM'000	Elimination RM'000	Total RM'000
Period Ended 31 March 2013					
Revenue					
External revenue	202,824	60,880	1	-	263,705
Inter-segment revenue	6,875	43,343	-	(50,218)	-
Total revenue	<u>209,699</u>	<u>104,223</u>	<u>1</u>	<u>(50,218)</u>	<u>263,705</u>
Segment Profit	12,416	1,575	(1,758)	(219)	12,014
Interest Income					176
Finance costs					(6,010)
Share of profit of associates					115
Profit before tax					<u><u>6,295</u></u>

9. Material Events Subsequent to the End of the Current Financial Period

There were no material events subsequent to end of the current financial period.

10. Changes in the Composition of the Group

The Group's interest in Pacific Bookstores Pte. Ltd. is increased from 56% to 70% after the acquisition of 20% equity in the company by the Group's 70% subsidiary company, Intrapac Singapore Pte. Ltd., from the minority shareholder is completed on 2 January 2014.

11. Changes in Contingent Liabilities and Contingent Assets

	31.03.2014	31.12.2013
	RM'000	RM'000
Company		
Guarantees given to financial institutions and suppliers, for credit facilities granted or supply of goods and services to subsidiary companies	1,068,679	1,047,333
Guarantees given to third parties for supply of goods and services to subsidiary companies	<u>7,427</u>	<u>7,215</u>
	<u>1,076,106</u>	<u>1,054,548</u>

12. Capital Commitment

Amount of capital commitments as at 31 March 2014 are as follows :-

	RM'000
Approved and contracted for	10,859
Approved but not contracted for	<u>4,403</u>
	<u>15,262</u>

13. Related Party Transactions

Related party transactions conducted during the three months ended 31 March 2014 and 31 March 2013 are as follows:

	Current Quarter		Cumulative Quarter	
	Three Months Ended		Three Months Ended	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
	RM'000	RM'000	RM'000	RM'000
a) Recurrent Related Party Transactions with Major Shareholder				
Sales of goods to Asia File Products Sdn Bhd and AFP Composite Sdn Bhd*	741	544	741	544
b) Transactions with Associate Companies				
Sales of goods	643	183	643	183
Management fee income	16	-	16	-
Rental Income	-	88	-	88

*Asia File Products Sdn Bhd and AFP Composite Sdn Bhd are subsidiaries of Asia File Corporation Bhd, a major shareholder of the Company.

The above transactions were entered into in the ordinary course of business and were made on normal commercial terms which are not more favourable than those generally available to the public.

B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

1. Performance Review

Growth in the domestic economy and overseas demand for manufactured goods from Malaysia has resulted in higher consumption of paper packaging products. The higher demand and revenue contributed by K F Paper Products (Melaka) Sdn Bhd, a subsidiary acquired in 2013, has raised the revenue in the Manufacturing Division by 7.5% compared with the corresponding quarter in 2013. Notwithstanding the above improvement, Group revenue declined by 5.5% to RM249.17 million compared with RM263.71 million reported in the corresponding quarter in 2013 due to lower revenue from the Trading Division, as revenue from KL Resources Pte. Ltd. was not consolidated after it became an associate company in May 2013.

Gross margins for the quarter is marginally lower than the corresponding quarter in 2013 mainly due to lower margins from paper packaging products as a result of softer selling prices and lower contribution from the Trading Division. Despite lower gross margins, profit before tax of RM9.62 million for the quarter under review is 52.8% higher than RM6.30 million achieved in the corresponding quarter in 2013 due to lower operating cost.

Manufacturing Division

The 7.5% increase in segment revenue for the quarter under review to RM225.41 million from RM209.70 million in the corresponding quarter in 2013 is mainly attributable to better demand for paper packaging products and inclusion of revenue from K F Paper Products (Melaka) Sdn Bhd. As a result of the increased revenue, segment profit for the Division increased by 17.9% to RM14.64 million compared to RM12.42 million reported in the corresponding quarter in 2013.

Trading Division

Segment revenue for the Division declined by 25.6% in the current quarter to RM77.59 million against RM104.22 million recorded in the corresponding quarter as revenue from KL Resources Pte. Ltd. was not consolidated when it became an associate company following the disposal of the Group's 22.51% equity interest in May 2013.

2. Comparison with Preceding Quarter

Compared with preceding quarter, Group revenue of RM249.17 million for the current quarter is 14.0% lower than RM289.64 million achieved in the preceding quarter. Lower revenue registered in the quarter is mainly due to end of peak season for sales of stationery products in the Trading Division even though revenue from Manufacturing Division is maintained at preceding quarter level. Gross margins for the quarter slipped to 17.3% from 19.6% achieved in the preceding quarter due to lower selling prices and higher paper cost for paper packaging products while increase in electricity cost was cushioned by higher selling prices of paper mill products.

Profit before tax of RM9.6 million for the quarter is 34.9% lower compared to RM14.78 million earned in the preceding quarter due to lower revenue and profitability.

3. Commentary on Prospects

Expected improvements in the major economies will spur consumption of the Group's products. However, the Group's margins will be squeezed by higher gas tariff which is effective from 1 May 2014. The Board is confident that with the measures implemented by the Group to mitigate higher energy tariffs and improve productivity, the Group will remain profitable in the year.

Muda Holdings Berhad (10427 A)**Explanatory Notes Pursuant to MFRS 134 and Appendix 9B of the Listing Requirements****4. Profit Forecast or Profit Guarantee**

There is no profit forecast or profit guarantee issued.

5. Profit Before Tax

Profit before tax is derived after taking into consideration of the following:-

	Current Quarter		Cumulative Quarter	
	Three Months Ended		Three Months Ended	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
Income	RM'000	RM'000	RM'000	RM'000
Interest income	163	176	163	176
Rental Income	280	277	280	277
Gain on disposal of asset held for sale	149	-	149	-
Gain on disposal of property, plant and equipment	278	168	278	168
Gain on derivative instruments	185	21	185	21
Gain on foreign exchange				
- realised	952	1,195	952	1,195
Gain on foreign exchange				
- unrealised	159	265	159	265
Impairment on doubtful receivables				
- no longer required	87	88	87	88

	Current Quarter		Cumulative Quarter	
	Three Months Ended		Three Months Ended	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
Expenses	RM'000	RM'000	RM'000	RM'000
Interest expenses	6,248	6,010	6,248	6,010
Depreciation and amortisation	14,167	14,256	14,167	14,256
Fair value loss on held-for-trading investment	6	17	6	17
Inventories written off	117	450	117	450
Property, plant and equipment written off	408	14	408	14
Impairment on doubtful receivables	18	348	18	348

6. Tax Expense

	Current Quarter		Cumulative Quarter	
	Three Months Ended		Three Months Ended	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
	RM'000	RM'000	RM'000	RM'000
Current tax	724	188	724	188
Deferred tax	2,030	1,499	2,030	1,499
Total tax expense / (income)	<u>2,754</u>	<u>1,687</u>	<u>2,754</u>	<u>1,687</u>

The Group's tax charge for the period is disproportionate to statutory tax rate mainly due to non-deductible expenses.

Muda Holdings Berhad (10427 A)**Explanatory Notes Pursuant to MFRS 134 and Appendix 9B of the Listing Requirements****7. Sales of Unquoted Investments**

There were no sales of unquoted investments during the current financial period.

8. Corporate Proposals

There is no outstanding corporate proposal.

9. Borrowings

	As At 31.03.2014	As At 31.12.2013
	RM'000	RM'000
Short Term Borrowings		
Secured	-	7,354
Unsecured	395,936	364,866
	<u>395,936</u>	<u>372,220</u>
Long Term Borrowings		
Secured	-	-
Unsecured	131,530	130,427
	<u>131,530</u>	<u>130,427</u>
Total borrowings	<u>527,466</u>	<u>502,467</u>

All Malaysian subsidiaries within the Group have no foreign currency borrowings.

Borrowings of foreign subsidiaries in their respective currencies as at 31 March 2014 are shown below:-

		Amount
		'000
(i) Singapore	SGD	95
(ii) Hong Kong	HKD	921

10. Realised and Unrealised Profits Disclosure

	As At	As At
	31.03.2014	31.12.2013
	RM'000	RM'000
Total unappropriated profit of Muda Holdings Berhad and its subsidiaries:-		
-Realised	364,896	354,837
-Unrealised	24,094	27,485
	<u>388,990</u>	<u>382,322</u>
Total unappropriated profit from associate companies:-		
-Realised	841	968
	<u>841</u>	<u>968</u>
Total Group unappropriated profit as per consolidated accounts	<u>389,831</u>	<u>383,290</u>

11. Changes in Material Litigation

There were no material litigations pending as at 21 May 2014.

12. Dividend

There were no dividends declared for the financial period ended 31 March 2014.

13. Earnings Per Share

(a) Basic

Basic earnings per share is calculated by dividing profits for the period attributable to owners of the Company by weighted average number of ordinary shares in issue during the period :-

	Current Quarter Three Months Ended		Cumulative Quarter Three Months Ended	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
Profit attributable to owners of the Company (RM'000)	6,197	3,850	6,197	3,850
Number of ordinary shares in issue (Unit 000)	<u>305,051</u>	<u>303,748*</u>	<u>305,051</u>	<u>303,748*</u>
Basic earnings per share (Sen)	<u>2.03</u>	<u>1.27</u>	<u>2.03</u>	<u>1.27</u>

*Weighted average number of ordinary shares in issue.

(b) Diluted earnings per shares in 2013

Profit for the period attributable to owners of the Company and weighted average number of ordinary shares in issue during the period have been adjusted for dilutive effects of share options granted to employees under the Muda Holdings Berhad Employees' Shares Option Scheme (ESOS) in the calculation of diluted earnings per share in 2013. Diluted earnings per share is not applicable to interim financial statements for 2014 after the expiry of the ESOS on 27 July 2013.

	Current Quarter Three Months Ended 31.3.2013	Cumulative Quarter Three Months Ended 31.3.2013
Profit attributable to owners of the Company(RM'000)	3,850	3,850
Weighted average number of ordinary shares in issue (Unit 000)	303,748	303,748
Effect of dilution – ESOS (Unit 000)	<u>402</u>	<u>402</u>
Adjusted weighted average number of ordinary shares in issue	<u>304,150</u>	<u>304,150</u>
Diluted earnings per share (Sen)	<u>1.27</u>	<u>1.27</u>

14. Auditors' Report on Preceding Annual Financial Statements

There is no qualification in auditors' report on financial statements for the year ended 31 December 2013.

BY ORDER OF THE BOARD

Goh Ching Yee

Yong Ee Chern

Secretaries

28 May 2014