

Part A2 : SUMMARY OF KEY FINANCIAL INFORMATION

TASEK CORPORATION BERHAD
(Company No: 4698-W)
(Incorporated in Malaysia)

Summary of Key Financial Information for the financial first quarter ended 31.3.2014

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/03/2014 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/03/2013 RM'000	CURRENT YEAR TODATE 31/03/2014 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/03/2013 RM'000
1 Revenue	162,912	136,093	162,912	136,093
2 Profit/(Loss) before tax	32,246	28,192	32,246	28,192
3 Profit/(Loss) for the period	24,919	21,704	24,919	21,704
4 Profit/(Loss) attributable to ordinary equity holders of the parents	24,919	21,704	24,919	21,704
5 Basic earnings/(loss) per share (sen)	20.50	17.85	20.50	17.85
6 Proposed/Declared dividend per share (sen)	-	-	-	-
	AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
7 Net assets per share attributable to ordinary equity holders of the parent (RM)	7.4533		7.6864	

Part A3 : ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/03/2014 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/03/2013 RM'000	CURRENT YEAR TODATE 31/03/2014 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/03/2013 RM'000
1 Gross interest income	3,378	3,714	3,378	3,714
2 Gross interest expense	82	29	82	29

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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	Current quarter 3 months ended 31 March		Cumulative quarter 3 months ended 31 March	
		2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Revenue		162,912	136,093	162,912	136,093
Cost of sales		(108,152)	(90,288)	(108,152)	(90,288)
Gross Profit		54,760	45,805	54,760	45,805
Other income		357	263	357	263
Selling and Distribution Expenses		(23,919)	(19,556)	(23,919)	(19,556)
Administrative Expenses		(5,866)	(5,245)	(5,866)	(5,245)
Operating profit		25,332	21,267	25,332	21,267
Finance income	8	3,378	3,714	3,378	3,714
Finance costs	8	(82)	(29)	(82)	(29)
Net finance income		3,296	3,685	3,296	3,685
		28,628	24,952	28,628	24,952
Share of profit of associates, net of tax		3,618	3,240	3,618	3,240
Share of (loss)/profit equity accounted in joint venture, net of tax		-	-	-	-
		3,618	3,240	3,618	3,240
Profit before tax	8	32,246	28,192	32,246	28,192
Income tax expense	9	(7,327)	(6,488)	(7,327)	(6,488)
Profit net of tax, representing total comprehensive income for the period		24,919	21,704	24,919	21,704
Profit and total comprehensive income for the period attributable to :					
Equity holders of the Company		24,919	21,704	24,919	21,704
Earnings per share attributable to owners of the parent (sen per share):					
- Basic and diluted	10	20.50	17.85	20.50	17.85

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		31 March 2014	31 December 2013
	Note	RM'000	RM'000 (Audited)
Assets			
Non - current assets			
Property, plant and equipment	11	315,665	319,251
Intangible assets	12	1,165	1,156
Prepaid lease payments		16	17
Investment in associates		109,076	105,457
Investment in a joint venture (*)		-	-
Other receivables		2,653	2,879
Total non - current assets		<u>428,575</u>	<u>428,760</u>
Current assets			
Inventories	13	92,249	106,871
Trade and other receivables		87,499	79,653
Cash and cash equivalents	14	434,690	400,458
Tax recoverable		156	-
Total current assets		<u>614,594</u>	<u>586,982</u>
Total assets		<u>1,043,169</u>	<u>1,015,742</u>
Equity attributable to equity holders of the Company			
Share Capital	15	123,956	123,956
Reserves	15	799,923	775,004
Total equity		<u>923,879</u>	<u>898,960</u>
Liabilities			
Non - current liabilities			
Provision	16	597	534
Deferred tax liabilities		32,127	32,443
Total non - current liabilities		<u>32,724</u>	<u>32,977</u>
Current liabilities			
Provision	16	660	698
Income tax payable		3,273	2,639
Loans and borrowings	17	9,589	6,024
Trade and other payables		73,044	74,444
Total current liabilities		<u>86,566</u>	<u>83,805</u>
Total liabilities		<u>119,290</u>	<u>116,782</u>
Total equity and liabilities		<u>1,043,169</u>	<u>1,015,742</u>
Net Assets per Share (RM)		<u>7.45</u>	<u>7.25</u>
Net Tangible Assets per Share (RM)		<u>7.44</u>	<u>7.24</u>

(*) - RM150.00 - negligible

The 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 STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the Company						Total RM'000
	Non - distributable			Distributable			
	Share capital RM'000	Share Premium RM'000	Capital Redemption Reserve RM'000	Treasury Shares RM'000	General Reserve RM'000	Retained Profits RM'000	
At 1 January 2013	123,956	133,946	398	(20,633)	115,347	599,761	952,775
Net profit for the period	-	-	-	-	-	21,704	21,704
At 31 March 2013	123,956	133,946	398	(20,633)	115,347	621,465	974,479
At 1 January 2014	123,956	133,946	398	(20,633)	115,347	545,946	898,960
Net profit for the period	-	-	-	-	-	24,919	24,919
At 31 March 2014	123,956	133,946	398	(20,633)	115,347	570,865	923,879

The 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

	3 Months ended	
	31 March 2014	31 March 2013
	RM'000	RM'000
Operating activities		
Profit before taxation	32,246	28,192
Adjustments for:		
Non-cash items		
Amortisation of prepaid lease payments	1	1
Amortisation of intangible assets	67	72
Depreciation of property, plant and equipment	11,080	10,721
Finance income	(3,378)	(3,714)
Finance cost	82	29
Property, plant and equipment written off	1	35
Net gain on disposal of property, plant and equipment	(20)	(146)
Reversal of provision for restoration costs	(47)	-
Share of results of associates	(3,618)	(3,240)
	4,168	3,758
Operating cash flows before changes in working capital	36,414	31,950
<u>Changes in working capital:</u>		
Change in inventories	14,622	(8,071)
Change in trade and other receivables	(7,621)	(11,093)
Change in trade and other payables	(1,328)	(2,932)
Total changes in working capital	5,673	(22,096)
Interest received	3,378	3,714
Interest paid	(82)	(29)
Income taxes paid	(7,165)	(9,364)
	(3,869)	(5,679)
Net cash flows from operating activities	38,218	4,175
Investing activities		
Purchase of property, plant and equipment	(7,499)	(8,354)
Net proceeds from disposal of property, plant and equipment	24	557
Purchase of intangible assets	(76)	(55)
Net cash flows used in investing activities	(7,551)	(7,852)
Financing activities		
Net proceeds/(repayment) from borrowings	3,565	(860)
Net cash flows used in financing activities	3,565	(860)
Net increase/(decrease) in cash and cash equivalents	34,232	(4,537)
Cash & cash equivalents at 1 January	400,458	465,577
Cash & cash equivalents at 31 March	434,690	461,040

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

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1. Corporate information

Tasek Corporation Berhad is a public limited liability company incorporated and domiciled in Malaysia, and is listed on the Main Market of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements were approved by the Board of Directors on 29 April 2014.

2. Accounting policies and methods of computation

These condensed consolidated interim financial statements, for the period ended 31 March 2014, have been prepared in accordance with MFRS 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board. For the periods up to and including the year ended 31 December 2013, the Group prepared its financial statements in accordance with Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards ("IFRS").

The consolidated financial statements of the Group for the year ended 31 December 2013 which were prepared under MFRS and IFRS are available upon request from the Company's registered office at 6th Floor, Office Block, Grand Millennium Kuala Lumpur, 160 Jalan Bukit Bintang, 55100 Kuala Lumpur, Malaysia.

Except as described below, the accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 31 December 2013.

3. Changes in accounting policy

The accounting policies adopted are consistent with those of the previous financial year except as follows:

On 1 January 2014, the Company adopted the following new and amended MFRS and IC Interpretations mandatory for annual financial periods beginning on or after the dates stated below:

Description	Effective for annual financial periods beginning on or after
Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to MFRS 10, MFRS 12 and MFRS 127: Investment Entities	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
Annual Improvements to MFRSs 2010 - 2012 Cycle	1 July 2014
Annual Improvements to MFRSs 2011 - 2013 Cycle	1 July 2014

The adoption of the above standards and interpretations did not have any effect on the financial performance or position of the Group and the Company.

4. Changes in estimates of amount reported previously with material effect in current interim period.

There were no estimations of amount used in our previous reporting having a material impact in the current reporting period.

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5. Changes in composition of the Group

There were no changes in the composition of the Group during the current quarter ended 31 March 2014.

6. Segmental information

The segment information provided to the chief operating decision maker for the current financial period to date is as follows:

	Cement	Ready-mixed Concrete	All other segments	Adjustment and Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
31.3.2014					
Segment revenue	138,871	38,718	1,418	-	179,007
Inter-segment revenue	(14,677)	-	(1,418)	-	(16,095)
Revenue from external customers	<u>124,194</u>	<u>38,718</u>	<u>-</u>	<u>-</u>	<u>162,912</u>
Segment profit/(loss)	25,575	(72)	(81)	(90)	25,332
Inter-segment elimination	(51)	51	-	-	-
	<u>25,524</u>	<u>(21)</u>	<u>(81)</u>	<u>(90)</u>	<u>25,332</u>
Segment profit/(loss)	25,575	(72)	(81)	(90)	25,332
Finance income	3,381	27	2	(32)	3,378
Finance cost	-	(114)	-	32	(82)
Share of profit from associates	-	-	-	3,618	3,618
Profit/(loss) before tax	<u>28,956</u>	<u>(159)</u>	<u>(79)</u>	<u>3,528</u>	<u>32,246</u>
31.3.2013					
Segment revenue	116,339	35,959	1,639	-	153,937
Inter-segment revenue	(16,205)	-	(1,639)	-	(17,844)
Revenue from external customers	<u>100,134</u>	<u>35,959</u>	<u>-</u>	<u>-</u>	<u>136,093</u>
Segment profit/(loss)	21,668	(363)	(18)	(20)	21,267
Inter-segment elimination	(59)	59	-	-	-
	<u>21,609</u>	<u>(304)</u>	<u>(18)</u>	<u>(20)</u>	<u>21,267</u>
Segment profit/(loss)	21,668	(363)	(18)	(20)	21,267
Finance income	3,763	6	2	(57)	3,714
Finance cost	-	(73)	-	44	(29)
Share of profit of associates	-	-	-	3,240	3,240
Profit/(loss) before tax	<u>25,431</u>	<u>(430)</u>	<u>(16)</u>	<u>3,207</u>	<u>28,192</u>

Breakdown of the revenue from all services is as follows:

Analysis of revenue by geographical segment

	31.3.2014	31.3.2013
	RM'000	RM'000
Malaysia	156,047	123,553
Outside Malaysia	6,865	12,540
	<u>162,912</u>	<u>136,093</u>

The commentary on the performance of each of the business activity and the factors that have resulted in the revenue or profits improving or declining as compared with the corresponding periods of last quarter and year is discussed in Note 22.

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7. Seasonal or cyclical factors

The operations of the Group generally follow the performance of the property development, infrastructure and construction industry.

8. Profit before tax

Included in the profit before tax are the following items:

	Note	Current quarter		Cumulative quarter	
		3 months ended		3 months ended	
		31 March 2014	31 March 2013	31 March 2014	31 March 2013
		RM'000	RM'000	RM'000	RM'000
Profit before tax is arrived at after charging/(crediting):					
Amortisation of prepaid lease payments		1	1	1	1
Amortisation of intangible assets	12	67	72	67	72
Depreciation of property, plant and equipment	11	11,080	10,721	11,080	10,721
Finance income		(3,378)	(3,714)	(3,378)	(3,714)
Finance cost		82	29	82	29
Net Gain on disposal of property, plant and equipment		(20)	(146)	(20)	(146)
Property, plant and equipment written off	11	1	35	1	35
(Gain)/Loss on foreign exchange - realised		(65)	(22)	(65)	(22)
Rental income		(165)	(176)	(165)	(176)

9. Income tax expense

	3 months ended		Cumulative quarter	
	3 months ended		3 months ended	
	31 March 2014	31 March 2013	31 March 2014	31 March 2013
	RM'000	RM'000	RM'000	RM'000
<u>Current Income tax</u>				
Malaysia - Current year	(7,643)	(6,577)	(7,643)	(6,577)
<u>Deferred tax</u>				
Origination and reversal of temporary differences	316	89	316	89
	(7,327)	(6,488)	(7,327)	(6,488)

The Group's effective tax rate for the current quarter is above the statutory tax rate of 25% in Malaysia mainly due to non tax-deductible expenses.

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10. Earnings per share

	Current quarter 3 months ended		Cumulative quarter 3 months ended	
	31 March 2014	31 March 2013	31 March 2014	31 March 2013
	RM'000	RM'000	RM'000	RM'000
<u>(I) Basic earnings per share</u>				
Profit net of tax attributable to owners of the parent	24,919	21,704	24,919	21,704
Less : 6% Preference Dividend	(20)	(20)	(20)	(20)
Proportion of profit attributable to preference shareholders	(67)	(59)	(67)	(59)
Profit net of tax attributable to owners of the parent used in the computation of basic earnings per share	<u>24,832</u>	<u>21,625</u>	<u>24,832</u>	<u>21,625</u>
Weighted average number of ordinary shares:				
Issued ordinary shares at 1 January ('000)	121,143	121,143	121,143	121,143
Effect of purchase of treasury shares ('000)	-	-	-	-
Weighted average number of ordinary shares at 31 March	<u>121,143</u>	<u>121,143</u>	<u>121,143</u>	<u>121,143</u>
Basic earnings per share (sen) for Profit from continuing operations	<u>20.50</u>	<u>17.85</u>	<u>20.50</u>	<u>17.85</u>

(II) Diluted earnings per share

There is no dilutive effects on earning per share as the Company has no potential issue of ordinary shares.

11. Property, plant and equipment

	Note	31 March	31 December
		2014	2013
		RM'000	RM'000
Net carrying amount:			
Balance at the beginning of year		319,251	334,481
Additions		7,499	33,089
Disposals		(4)	(3,618)
Less: Depreciation	8	(11,080)	(44,235)
Less: Written off	8	(1)	(466)
Balance at end of period/year		<u>315,665</u>	<u>319,251</u>

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12. Intangible assets

	Note	Computer software RM'000	Goodwill RM'000	Total RM'000
Cost:				
At 31 December 2013 and 1 January 2014		3,647	389	4,036
Additions		76	-	76
At 31 March 2014		<u>3,723</u>	<u>389</u>	<u>4,112</u>
Accumulated amortisation and impairment:				
At 31 December 2013 and 1 January 2014		2,880	-	2,880
Amortisation	8	67	-	67
At 31 March 2014		<u>2,947</u>	<u>-</u>	<u>2,947</u>
Net carrying amount:				
At 31 December 2013		<u>767</u>	<u>389</u>	<u>1,156</u>
At 31 March 2014		<u>776</u>	<u>389</u>	<u>1,165</u>

The recoverable amount of the investment in subsidiary and goodwill was determined by discounting the future cash flows projected based on actual operating results and management's assessment of future trends in the ready-mixed concrete industry. No impairment loss is recognised during the period as the recoverable amount is higher than the carrying amount.

13. Inventories

During the three months ended 31 March 2013, there were no material write-down of inventories to net realisable value nor the reversal of such write-down recognised in the Group's statement of comprehensive income.

14. Cash and cash equivalents

	31 March 2014	31 December 2013
	RM'000	RM'000
Cash at bank and in hand	35,650	17,417
Short term deposits	399,040	383,041
Total cash and cash equivalents	<u>434,690</u>	<u>400,458</u>

15. Changes in Debt and Equity Securities

There were no issuance and repayment of any debt or equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial year to date.

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16. Provision

	31 March 2014	31 December 2013
	RM'000	RM'000
Balance at the beginning of year	1,232	1,272
Arose during the period and year	53	305
Unwinding of discount	19	26
Reversal of provision	(47)	(371)
Balance at end of period/year	<u>1,257</u>	<u>1,232</u>

At 31 March

Current	<u>660</u>	<u>698</u>
Non-current:		
Later than 1 year but not later than 2 years	597	534
Later than 2 years but not later than 5 years	-	-
	<u>597</u>	<u>534</u>
	<u>1,257</u>	<u>1,232</u>

Provision for restoration costs

A provision is recognised for restoration cost associated with its subsidiary, Tasek Concrete Sdn Bhd's obligations to restore the lands at the end of the tenancy period. It is expected that most of these costs will be incurred in the next two financial years and all will have been incurred within three years from the reporting date. Assumptions used to calculate the expected cost to dismantle and remove the batching plants from the site and the cost of restoring the land to its original state were based on management's best estimates.

17. Group borrowings and debts securities

Total Group's short term borrowing (denominated in local currency) is as follows:

	31 March 2014	31 December 2013
	RM'000	RM'000
Bankers' Acceptances (unsecured)	<u>9,589</u>	<u>6,024</u>

18. Dividends

No dividend was paid during the current quarter (1st Quarter of 2013: Nil).

19. Commitments

The outstanding commitments in respect of capital expenditure at reporting date not provided for in the financial statements are as follows:

	31 March 2014	31 March 2013
	RM'000	RM'000
<u>Property, plant & equipment</u>		
- Approved and contracted for	6,767	10,995
- Approved but not contracted for	20,718	10,091
	<u>27,485</u>	<u>21,086</u>

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20. Contingencies

The contingent liabilities for the financial period ended 31 March 2014 are as follows:

- (a) The Group is providing continuing financial support to North Plaza Sdn Bhd (NPSB), a joint venture company, up to the percentage of shareholding the Group holds in NPSB so as to enable NPSB to meet its liabilities as and when they fall due and to carry on its business without a significant curtailment of operation.
- (b) The Company monitors the performance of its subsidiaries closely to ensure that they are able to meet all its financial obligations. In view that, there is minimal risk of default, the Company has not recognised the value of the obligation under the financial guarantee disclosed in the statement of financial position.

21. Events after the reporting period

There were no material events subsequent to the end of the period reported up to the date of issuance of this report.

22. Review of performance

(a) Current Quarter vs. Corresponding Quarter of Previous Year

The Group's total net revenue for the current quarter of RM163 million is higher than the previous year's corresponding quarter by RM27 million mainly attributable to the strong demand for cement in the domestic market. Hence, the Group's profit after tax for the reporting quarter increased from previous year's corresponding quarter of RM21.7 million to RM24.9 million. The higher share of profit from the Group's associated company (from RM3.2 million to RM3.6 million) also contributed to the Group's better performance for the reporting quarter. However, the Group's interest income of RM3.4 million was lower as compared with RM3.7 million of the previous year's corresponding quarter.

The cement segment achieved higher operating profit of RM25.2 million compared with RM21.5 million of the previous year's corresponding quarter mainly due to higher sales revenue arising from the increase in sale of cement in the domestic market and better pricing as compared with the previous year's corresponding quarter. However, the segment's profitability was partly affected by higher cost of production arising from the electricity tariff revision effective 1st January, 2014 and the higher repair and maintenance cost from the plant's scheduled maintenance during the reporting quarter.

The concrete segment recorded a lower operating loss of RM82,000 in the current quarter compared with a loss of RM508,000 in the corresponding quarter of previous year. This reduction in operating loss was mainly due to higher sales revenue arising from better pricing. In addition, the better profit margin from the better pricing was partly off-set by the rising raw materials and cartage costs.

The Group's interest income of RM3.4 million for the current quarter was RM300,000 lower compared to the same period of the previous year mainly due to lower yield and lower amount placed on time deposits.

Share of profit from the Group's associated companies during the reporting quarter increased to RM3.6 million from previous year's corresponding quarter of RM3.2 million due to higher cement sales with improved profit margin.

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23. Material change in the profit before tax for the current financial quarter compared with the immediate preceding quarter

	Current quarter 31 March 2014 RM'000	Immediate preceding quarter 31 December 2013 RM'000
Revenue	162,912	154,991
Net profit before tax	28,628	31,625
Share of profit of associates	3,618	3,919
Consolidated Profit before Tax	32,246	35,544

The Group's profit before tax for the current financial quarter decreased to RM32.2 million compared with RM35.5 million of the immediate preceding quarter. Despite the increase in the domestic demand for cement during the reporting quarter, net contribution for the cement segment when compared against immediate preceding quarter was under pressure from increased production costs arising from the electricity tariff revision and costs of transportation.

The ready-mixed concrete segment on the other hand registered an improvement in performance with a lower operating loss of RM82,000 for the current financial quarter compared with an operating loss of RM296,000 in the immediate preceding quarter despite lower sales. The concrete segment during the reporting quarter was faced with shortages of supply of raw materials and such shortages has resulted in increase in material costs which led to selling price adjustments during the current quarter.

Lower interest income and lower share of profit from the Group's associated companies during the current financial quarter compared with the immediate preceding quarter have partly affected the Group's current quarter profit comparatively.

24. Commentary on prospects

The outlook on the construction sector for the second quarter of 2014 is expected to remain positive despite the anticipated slowdown in the new launches of properties by the private sector. Most contractors are expected to accelerate their construction progress ahead of the implementation of the Goods and Services Tax on 1st April, 2015. The government's projects under its Economic Transformation Programme such as the MRT projects and LRT line extension are expected to continue to lead the construction sector's growth in 2014. Hence, the Group is expected to continue to maintain its positive performance for the second quarter of 2014.

25. Profit forecast or profit guarantee

The Group did not publish any profit forecast or profit guarantee during the current quarter and the financial period to date.

26. Corporate proposals

There were no announcement of any corporate proposal during the current quarter and the financial period to date.

27. Material litigation

There were no pending material litigation at the date of issuance of this report.

28. Dividends

No interim dividend has been declared for the current quarter ended 31 March 2014 (1st Quarter of 2013 : Nil).

29. Derivative financial instruments

There were no outstanding forward foreign currency exchange contracts during the current quarter ended.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE FIRST QUARTER ENDED 31 MARCH 2014 - UNAUDITED

30. Gains/Losses arising from fair value changes of financial liabilities

There were no gain/loss on fair value changes of financial liabilities for the current quarter ended.

31. Sales of unquoted investments and properties.

There were no sale of unquoted investments and properties during the current financial quarter and the financial period to date.

32. Purchases and sales of quoted securities

There were no purchases and/or sales of quoted securities for the current quarter and the financial period to date.

33. Realised and Unrealised Profit or (Losses) Disclosure

The breakdown of the retained profits of the Group as at 31 March 2014 and 31 December 2013 into realised and unrealised profits is presented in accordance with the directives issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and prepared in accordance with Guidance on Special Matter No.1 Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants.

	As at 31 March 2014 RM'000	As at 31 December 2013 RM'000
Total retained profits of the Group :		
- Realised	512,882	491,808
- Unrealised	<u>(32,128)</u>	<u>(32,443)</u>
	480,754	459,365
Total share of realised retained profits from associate and jointly controlled entity		
- Realised	91,375	88,229
- Unrealised	<u>(2,691)</u>	<u>(3,165)</u>
	569,438	544,429
Add: consolidation adjustments	1,427	1,517
Retained profits as per consolidated accounts	<u><u>570,865</u></u>	<u><u>545,946</u></u>

34. Fair value hierarchy

The Group uses the following hierarchy for determining the fair value of all financial instruments carried at fair value:

- Level 1 Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 Inputs that are based on observable market data, either directly or indirectly
- Level 3 Inputs that are not based on observable market data

As at the reporting date, the Group does not have any financial assets and liabilities carried at fair value classified as above.

35. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2013 was not qualified.

BY ORDER OF THE BOARD

VINCENT CHOW POH JIN
COMPANY SECRETARY

29 APRIL 2014
KUALA LUMPUR, MALAYSIA