



POS MALAYSIA BERHAD

(229990-M)

(Incorporated in Malaysia)

Interim Financial Report for the Financial Period
Ended 31 December 2013

POS MALAYSIA BERHAD
(229990-M)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT ON UNAUDITED CONSOLIDATED RESULTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2013

The Board of Directors is pleased to announce the unaudited financial results of the Group for the financial period ended 31 December 2013.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	Current quarter 3 Months Ended		Year to date 9 Months Ended	
		31.12.2013 RM'000	31.12.2012 RM'000	31.12.2013 RM'000	31.12.2012 RM'000
Revenue		329,744	313,264	1,002,538	925,025
Operating expenses		(300,594)	(276,102)	(865,801)	(807,610)
Profit from operations		29,150	37,162	136,737	117,415
Other income		5,050	4,762	18,157	22,528
Finance cost		(437)	-	(926)	-
PROFIT BEFORE ZAKAT AND TAXATION		33,763	41,924	153,968	139,943
Zakat		(54)	3,722	(1,162)	1,836
PROFIT BEFORE TAXATION		33,709	45,646	152,806	141,779
Taxation	17	(10,875)	5,956	(47,277)	(22,964)
NET PROFIT FOR THE FINANCIAL PERIOD		22,834	51,602	105,529	118,815
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD		22,834	51,602	105,529	118,815
Net profit for the financial period attributable to:					
Owners of the Company		22,834	51,746	106,778	118,980
Non-controlling interest		-	(144)	(1,249)	(165)
		22,834	51,602	105,529	118,815
Total comprehensive income for the financial period attributable to:					
Owners of the Company		22,834	51,746	106,778	118,980
Non-controlling interest		-	(144)	(1,249)	(165)
		22,834	51,602	105,529	118,815
Basic earnings per share (sen):	21	<u>4.25</u>	<u>9.64</u>	<u>19.88</u>	<u>22.16</u>

The Unaudited Condensed Consolidated Statement of Comprehensive Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2013 and the explanatory notes attached to the interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	As at 31.12.2013 RM'000	As at 31.03.2013 RM'000
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment		623,260	603,748
Investment properties		29,550	29,550
Goodwill		4,630	4,630
Investment securities: held-to-maturity		94,750	115,233
		752,190	753,161
CURRENT ASSETS			
Inventories		12,312	11,559
Trade and other receivables		251,753	182,917
Investment securities: financial assets at fair value through profit or loss		51,915	1,159
Cash and cash equivalents		508,098	666,467
		824,078	862,102
TOTAL ASSETS		1,576,268	1,615,263

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)

	Note	As at 31.12.2013 RM'000	As at 31.03.2013 RM'000
EQUITY AND LIABILITIES			
Share Capital*		268,513	268,513
Reserves		713,223	678,600
Equity attributable to owners of the Company		981,736	947,113
Non-controlling interest		-	579
TOTAL EQUITY		981,736	947,692
NON-CURRENT LIABILITIES			
Borrowings		-	-
Deferred tax liabilities		45,042	36,665
		45,042	36,665
CURRENT LIABILITIES			
Trade and other payables		473,333	605,591
Current tax liabilities		30,059	7,611
Borrowings		-	6
Revolving credit		46,098	17,698
		549,490	630,906
TOTAL LIABILITIES		594,532	667,571
TOTAL EQUITY AND LIABILITIES		1,576,268	1,615,263
NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (RM)		1.83	1.76

* Based on 537,026,085 ordinary shares in issue.

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2013 and the explanatory notes attached to the interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Issued and fully paid ordinary shares		Non-distributable		Retained Earnings RM'000	Equity attributable to owners of the Company RM'000	Non-controlling Interest RM'000	Total RM'000
	Number of shares '000	Nominal value RM'000	Share Premium RM'000	Revaluation Reserves RM'000				
Balance at beginning of the financial year 1.4.2013	537,026	268,513	385	1,144	677,071	947,113	579	947,692
Total comprehensive income for the financial period	-	-	-	-	106,778	106,778	(1,249)	105,529
Final dividend paid in respect of financial year ended 31 March 2013	-	-	-	-	(38,263)	(38,263)	-	(38,263)
Interim dividend paid in respect of financial year ending 31 March 2014	-	-	-	-	(32,222)	(32,222)	-	(32,222)
Additional subscription of shares in a subsidiary company	-	-	-	-	(1,670)	(1,670)	670	(1,000)
Balance as at 31.12.2013	537,026	268,513	385	1,144	711,694	981,736	-	981,736
Balance at beginning of the financial year 1.4.2012	537,026	268,513	385	1,144	628,051	898,093	-	898,093
Total comprehensive income for the financial period	-	-	-	-	118,980	118,980	(165)	118,815
Final dividend paid in respect of financial period ended 31 March 2012	-	-	-	-	(70,485)	(70,485)	-	(70,485)
Interim dividend paid in respect of financial period ended 31 March 2013	-	-	-	-	(32,222)	(32,222)	-	(32,222)
Subscription of shares in a subsidiary company by non-controlling interest	-	-	-	-	-	-	1,000	1,000
Balance as at 31.12.2012	537,026	268,513	385	1,144	644,324	914,366	835	915,201

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2013 and the explanatory notes attached to the interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	9 Months Ended 31.12.2013 RM'000	9 Months Ended 31.12.2012 RM'000
Net profit for the financial period	105,529	118,815
Adjustments:		
- Depreciation of property, plant and equipment	60,939	65,239
- Finance cost	926	-
- Taxation	47,277	22,964
- Others	(11,072)	(20,839)
Operating profit before working capital changes	203,599	186,179
Changes in working capital:		
Net increase in current assets	(72,628)	(725)
Net decrease in current liabilities	(57,009)	(60,917)
Net cash generated operations	73,962	124,537
Tax paid, net of refund	(14,970)	(31,825)
Zakat paid	-	(4,300)
Net cash inflow from operating activities	58,992	88,412
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	231	9,002
Proceeds from disposal of investments and redemption of held-to-maturity securities	-	7,078
Purchase of property, plant and equipment	(80,042)	(51,000)
Interest received	13,588	12,080
Acquisition of securities investment(s)	(30,710)	-
Subscription of shares by non-controlling interest in a subsidiary company	-	1,000
Increase investment in a subsidiary company	(1,000)	-
Others	-	55
Net cash outflow from investing activities	(97,933)	(21,785)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (Continued)

	9 Months Ended 31.12.2013 RM'000	9 Months Ended 31.12.2012* RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest expense	(926)	-
Proceeds from bank borrowing	28,400	-
Repayment of bank borrowing/ hire purchase	(6)	(11)
Dividend paid to shareholders	(70,485)	(102,706)
Net cash outflow from financing activities	(43,017)	(102,717)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(81,958)	(36,090)
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF THE FINANCIAL PERIOD	479,163	409,937
CASH AND CASH EQUIVALENTS AS AT END OF THE FINANCIAL PERIOD	397,205	373,847
Cash and cash equivalents as at end of the financial period comprise the followings:		
Bank balances and cash	75,646	167,960
Deposits	432,452	328,130
	508,098	493,090
Less: collections held on behalf of agencies**	(110,893)	(122,243)
	397,205	373,847

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 March 2013 and the explanatory notes attached to the interim financial report.

** The amount of cash held on behalf of agencies is included under Trade and Other Payables in the Statement of Financial Position.

EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT

1. BASIS OF PREPARATION

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134, *Interim Financial Reporting* and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2013 and the accompanying notes attached to the unaudited condensed consolidated financial statements.

2. SIGNIFICANT ACCOUNTING POLICIES

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 annual financial statements as at and for the year ended 31 March 2013.

3. SEASONALITY OR CYCLICALITY OF OPERATIONS

The Group's operations are not subject to any significant seasonal factors except that mail volume fluctuates during the festive season and at the beginning of calendar year.

4. ITEMS OF UNUSUAL NATURE, SIZE OR INCIDENCE

There was no item of an unusual nature, size or incidence affecting the assets, liabilities, equity, net income or cash flows during the financial period ended 31 December 2013.

5. CHANGES IN ESTIMATES

There were no changes in estimates of amount, which would materially affect the current reporting period.

6. ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES

There were no cancellation, repurchase and repayment of debt and equity securities during the current quarter.

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7. DIVIDENDS PAID

- The Group paid the final dividend of 9.50 sen per ordinary shares less tax at 25% totaling RM38,263,000 (7.12 sen net per ordinary shares) in respect of the financial year ended 31 March 2013 on 7 October 2013.
- The Group paid the interim dividend of 8.0 sen per ordinary shares less tax at 25% totaling RM32,222,000 (6.0 sen net per ordinary shares) in respect of the financial year ending 31 March 2014 on 30 December 2013.

8. SEGMENTAL INFORMATION

The Group has three reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer different products and services, and are managed separately because they require different business processes and customer needs. For each of the strategic business units, the Group's Chief Executive Officer (the chief operating decision maker) and the Board of Directors review internal management reports at least on a quarterly basis. The following summary describes the operations in each of the Group's reportable segments:

Mail	.	Includes the provision of basic mail services for corporate and individual customers and customized solutions such as Mailroom Management and Direct Mail.
Courier	.	Includes the courier solutions by sea, air and land to both national and international destinations.
Retail	.	Includes over-the-counter services for payment of bills and certain financial products and services.

Other operations include the hybrid mail which provides data and document processing services, logistics solutions by sea, air and land to both national and international destinations, business of internet security products, solutions and services and rental income from investment properties held by the Group. None of these segments meets any of the quantitative thresholds for determining reportable segments in the current reporting period.

There are varying levels of integration between the Mail reportable segment and the Courier reportable segments. This integration includes shared distribution services. The accounting policies of the reportable segments are the same as described in note 2.

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8. SEGMENTAL INFORMATION (CONTINUED)

Information regarding the operations of each reportable segment is included below. Performance is measured based on segment results. Segment results is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on a negotiated basis.

The information of each of the Group's business segments for the financial period ended 31 December 2013 is as follows:

Period ended 31 December 2013	Mail RM'000	Courier RM'000	Retail RM'000	Other operations RM'000	Elimination RM'000	Group RM'000
Revenue						
External revenue	550,167	277,624	129,192	45,555	-	1,002,538
Inter-segment revenue	21,332	14,228	38,158	-	(73,718)	-
Total revenue	<u>571,499</u>	<u>291,852</u>	<u>167,350</u>	<u>45,555</u>	<u>(73,718)</u>	<u>1,002,538</u>
Results						
Segment profit	91,815	57,779	(35,797)	22,940	-	136,737
Unallocated income						4,089
Interest income						<u>13,142</u>
Profit before zakat and taxation						153,968
Zakat						<u>(1,162)</u>
Profit before taxation						152,806
Taxation						<u>(47,277)</u>
Net profit for the financial period						<u>105,529</u>
Attributable to:						
Owners of the Company						<u>106,778</u>
Non-controlling interest						<u>(1,249)</u>

9. PROPERTY, PLANT AND EQUIPMENT

There is no revaluation of property, plant and equipment from the previous audited annual financial statements as the Group does not adopt a revaluation policy on its property, plant and equipment.

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10. SUBSEQUENT EVENT

There were no materials events subsequent to the end of the reporting period that have not been reflected in the financial statements.

11. CHANGES IN THE COMPOSITION OF THE GROUP

On 30 September 2013, the Group completed its acquisition of 1,000,000 ordinary shares of RM1.00 each, representing the remaining 20% of the issued and paid-up share capital of Pos Ar-Rahnu Sdn. Bhd. from Bank Muamalat Malaysia Berhad, for a total cash consideration of RM1,000,000.00 only. The said acquisition has resulted in Pos Ar-Rahnu Sdn. Bhd. becoming a 100% owned subsidiary of the Company.

12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no contingent liabilities or contingent assets at the end of the reporting period.

13. PROFIT BEFORE TAXATION

Profit before taxation is arrived at after charging / (crediting) the following:

	3 Months Ended		9 Months Ended	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	RM'000	RM'000	RM'000	RM'000
Depreciation of property, plant and equipment	20,189	20,124	60,926	64,821*
Finance cost	437	-	926	-
Fair value gain of securities designated as fair value through profit or loss	-	20	(6)	365
Doubtful debts (net of write backs)	1,826	(1,095)	2,896	(493)
Gain on disposal of:				
- investment securities: fair value through profit or loss	(480)	-	(480)	-
Fair value adjustment on investment properties	-	-	-	(537)
Interest income on:				
-short term deposits	(3,730)	(2,451)	(9,753)	(8,657)
-investment securities: held-to-maturity investment	(1,067)	(739)	(3,392)	(3,028)
Net foreign exchange differences	59	85	(418)	(118)

* Depreciation has been netted off against other income as the assets were purchased in relation to government grant received by the Group and Company

14. REVIEW OF GROUP PERFORMANCE

14.1 Group Performance

The Group registered a growth of 16.5% in profit from operations of RM136.7 million (31.12.2012: RM117.4 million) for the period ended 31 December 2013 supported by higher revenue of RM1,002.5 million, an increase of RM77.5 million or 8.4% from RM925.0 million despite higher expenses by RM58.2 million compared to the preceding period.

The results of the major business segments are as follows:-

	YEAR TO DATE	
	31.12.2013	31.12.2012
	RM'000	RM'000
Mail	91,814	97,996
Courier	57,779	40,682
Retail	(35,797)	(33,604)
Others	22,941	12,341
Profit from operations	136,737	117,415
Other income	18,151	22,356
Fair value adjustment for financial asset designated as FVTPL	6	(365)
Change in fair value adjustment of investment property	-	537
Finance cost	(926)	-
Profit before zakat and taxation	153,968	139,943
Zakat	(1,162)	1,836
Profit before taxation	152,806	141,779

Mail Segment

Mail segment registered lower operating profits by RM6.2 million or 6.3% due to higher staff costs, support costs and transfer costs. Revenue for prepaid, registered mail, admail, direct mail, international mail and corporate mail increased by 7.1% despite the drop in franking and ordinary mail by 5.7% and 4.4% respectively.

Courier Segment

Courier segment registered higher operating profits by RM17.1 million or 42.2% due to increase in on-demand customers revenue, contract customers, parcels and prepaid box / envelope mainly as a result of encouraging growth from online business transactions.

14. **REVIEW OF GROUP PERFORMANCE (CONTINUED)**

14.1 Group Performance (continued)

Retail Segment

Retail segment registered slightly higher operating loss by RM2.2 million principally due to the newly setup Pos Ar-Rahnu operations, which is going through its natural business gestation period.

Other Segments

Other segments consist of sales of digital certificates, printing and insertion business, logistic revenue and rental income. Other segments operating profit increased by RM10.6 million or 85.9% as a result of higher contributions from printing and insertion services.

Group Operating Profit

Profit from operation increased by 16.5% as compared to last year's corresponding period due to higher revenue despite increase in expenses.

Operating expenses increased by 7.2% due to increase in staff costs as a result of higher staff headcount, higher transportation charges for air transport due to increased jet fuel consumption, higher repair and maintenance and higher rental, communication and utilities on warehouses and computer equipment.

The increase was mitigated by lower depreciation and amortization charges and other operating expenses in marketing and advertising.

Group Profit Before Tax

For the financial period ended 31 December 2013, the Group achieved a pre-tax profit of RM152.8 million, higher than last year by RM11.0 million or 7.8% due to higher profit from operation by RM19.3 million or 16.5% despite decrease in other income by RM4.2 million or 18.8%. Besides that, finance cost increased by RM1.0 million due to financing requirements for Pos Ar-Rahnu operations.

14. **REVIEW OF GROUP PERFORMANCE (CONTINUED)**

14.2 Comparison between the current quarter and the preceding year corresponding quarter.

	3 MONTHS ENDED	
	31.12.2013	31.12.2012
	RM'000	RM'000
Mail	14,251	24,476
Courier	23,054	21,903
Retail	(14,966)	(11,960)
Others	6,811	2,743
Profit from operations	29,150	37,162
Other income	5,530	4,782
Fair value adjustment for financial asset designated as FVTPL	(480)	(20)
Finance cost	(437)	-
Profit before zakat and taxation	33,763	41,924
Zakat	(54)	3,722
Profit before taxation	33,709	45,646

Mail Segment

Mail segment registered lower operating profits by RM10.2 million or 41.8% due to lower ordinary mail, franking and registered mail.

Courier Segment

Courier segment registered higher operating profits by RM1.2 million or 5.3% as a result of higher revenue generated from contract customers, parcel, express mail and prepaid box/envelope, which is in line with the increase in volume due to higher online transactions for business, marketing campaigns and extended service counter hours at certain PosLaju centres.

Retail Segment

Retail segment registered higher operating loss by RM3.0 million or 25.1% principally due to the newly setup Pos Ar-Rahnu operations, which is going through its natural business gestation period.

14. **REVIEW OF GROUP PERFORMANCE (CONTINUED)**

Other Segments

Other segments consist of sales of digital certificates, printing and insertion business, logistic revenue and rental income. Other segments operating profit increased by RM4.1 million or >100% due to higher contribution from printing and insertion services.

Group Operating Profit

The Group posted a profit from operations of RM29.2 million, compared to the RM37.2 million profit in the preceding year corresponding quarter.

Group Profit Before Tax

For the financial period ended 31 December 2013, the Group achieved a lower pre-tax profit of RM33.8 million, lower than preceding year corresponding quarter by RM8.2 million or 19.5% due to lower profit from operations by RM8.0 million or 21.6% and higher finance cost by RM0.4 million.

14.2 Comparison between the current quarter and the immediate preceding quarter

	3 MONTHS ENDED	
	31.12.2013	30.09.13
	RM'000	RM'000
Mail	14,251	33,473
Courier	23,054	17,963
Retail	(14,966)	(6,568)
Others	6,811	5,003
Profit from operations	29,150	49,871
Other income	5,530	5,862
Fair value adjustment for financial asset designated as FVTPL	(480)	(39)
Finance cost	(437)	(302)
Profit before zakat and taxation	33,763	55,392
Zakat	(54)	(635)
Profit before taxation	33,709	54,757

14. **REVIEW OF GROUP PERFORMANCE (CONTINUED)**

Mail Segment

Mail segment registered lower operating profits by RM19.2 million or 57.4% due to lower mail revenue despite lower operating expenses incurred mainly from raw materials and consumables in the current quarter.

Courier Segment

Courier segment registered higher operating profits by RM5.1 million or 28.3% due to increase in contract customers revenue, parcel, express mail and prepaid box/envelope as a result of higher online transactions for business, Marketing Campaigns and extended service counter hours at certain PosLaju centers.

Retail Segment

Retail segment registered higher operating loss by RM8.4 million principally due to the newly setup Pos Ar-Rahnu operations, which is going through its natural business gestation period.

Other Segments

Other segments consist of sales of digital certificates, printing and insertion business, logistic revenue and rental income. Other segments operating profit increased by RM1.8 million or 36.1% as a result of higher revenue generated from printing and insertions services.

Group Operating Profit

The Group posted a profit from operations of RM29.2 million, compared to the RM49.9 million profit in the immediate preceding quarter. The decrease in profit was due to the increase in operating expenses by RM33.5 million despite increase in revenue by RM12.8 million.

Group Profit before Tax

For the financial period ended 31 December 2013, the Group achieved a lower pre-tax profit of RM33.8 million, lower than immediate preceding quarter by RM21.6 million or 39.0% due to lower profit from operation by RM20.7 million or 41.5%.

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15. PROSPECTS FOR THE FINANCIAL YEAR ENDING 31 MARCH 2014

The latest official Gross Domestic Product (GDP) forecast for Malaysia is consistent with the projection of a return to moderate growth. Malaysia's economy, as measured by GDP, is expected to grow by 5.0% in 2014 compared to 4.7% in 2013.

Expectations of sustained domestic demand should continue to foster a favourable domestic environment. Consequently, Pos Malaysia is also moving forward in introducing a more customer-centric and innovative products to keep pace with the discerning needs of its customers. This growth augurs well for demand of Pos Malaysia's offerings such as in the areas of courier, parcel and financial services. Broadly, the performance of the Group for the financial year ending 31 March 2014 is expected to remain satisfactory.

16. PROFIT FORECAST OR PROFIT GUARANTEE

The Group has not issued any profit forecast or profit guarantee for the current financial period in a public document.

17. TAXATION

Taxation comprises the following:

	3 Months Ended		Period to Date	
	31.12.2013 RM'000	31.12.2012 RM'000	31.12.2013 RM'000	31.12.2012 RM'000
Current taxation	10,626	(17,883)	38,900	14,104
Deferred taxation	249	11,927	8,377	8,860
Total	10,875	(5,956)	47,277	22,964

The Group's effective tax rate for the 3-months ended 31 December 2013 and financial period ended 31 December 2013 is 32.3% and 30.9% differed with statutory tax rate of 25% principally due to certain expenses which were not deductible for tax purposes.

18. STATUS OF CORPORATE PROPOSALS

There is no corporate proposal made by the Group in the current period.

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19. GROUP BORROWINGS

Total Group borrowings are as follows:

	As at 31.12.2013 RM'000	As at 31.03.2013 RM'000
<u>Due within 12 months</u>		
Hire Purchase	-	6
Revolving credit	46,098	17,698
Total	46,098	17,704

20. MATERIAL LITIGATION

There is no material litigation pending as at the date of this report.

21. EARNINGS PER SHARE

The basic earnings per share has been calculated based on the Group's net profit attributable to shareholders and on number of ordinary shares in issue during the financial period.

	3 Months Ended		Period to Date	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
Net profit attributable to owners of the Company (RM'000)	22,834	51,746	106,778	118,980
Number of ordinary shares in issue ('000)	537,026	537,026	537,026	537,026
Basic earnings per share (sen)	4.25	9.64	19.88	22.16

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22. DISCLOSURE OF REALISED AND UNREALISED PROFITS / LOSSES

The retained profits of the Group as at 31 December 2013 are analysed as follows:

	As at 31.12.2013 RM'000	As at 31.12.2012 RM'000
Total retained profits of the Company and subsidiaries:		
- Realised	664,284	681,108
- Unrealised	63,924	(27,047)
	728,208	654,061
Total share of retained profits from associated companies (Realised):	(7,650)	(7,650)
Add: Consolidation adjustments	(8,862)	(5,086)
Total Group retained profits as per consolidated financial statements	711,696	641,325

23. AUDIT REPORT OF THE PRECEDING ANNUAL FINANCIAL STATEMENTS

The audit report of the Group's preceding audited annual financial statements was not subject to any qualification.

BY ORDER OF THE BOARD

DATOqSABRINA ALBAKRI BT. ABU BAKAR
COMPANY SECRETARY

Kuala Lumpur
19 February 2014