

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE FINANCIAL QUARTER ENDED 31 MAY 2016
THE FIGURES HAVE NOT BEEN AUDITED**

	Individual Quarter		Cumulative Quarter	
	31.05.2016 RM'000	31.05.2015 RM'000	31.05.2016 RM'000	31.05.2015 RM'000
Revenue	291,015	324,134	1,197,450	1,272,737
Cost of sales	(258,939)	(292,781)	(1,083,920)	(1,165,623)
Gross profit	32,076	31,353	113,530	107,114
Other income	650	(492)	1,933	2,028
Selling and distribution expenses	(13,594)	(14,972)	(51,874)	(51,070)
Administrative expenses	(8,430)	(9,555)	(36,063)	(32,679)
Other expenses	(23)	1,096	(95)	(479)
Finance cost	(1,891)	(638)	(6,919)	(6,531)
Profit before taxation	8,788	6,792	20,512	18,383
Taxation	(1,828)	(5,786)	(9,335)	(13,174)
Profit for the year	6,960	1,006	11,177	5,209
Profit for the attributable to:				
Owners of the parent	6,485	2,242	11,154	7,386
Non-controlling interests	475	(1,236)	23	(2,177)
	6,960	1,006	11,177	5,209
Earnings per share attributable to owners of the parent (sen)				
- basic	3.37	1.16	5.79	3.83
- diluted	N/A	N/A	N/A	N/A

(The Condensed Consolidated Income Statements should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2015)

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL QUARTER ENDED 31 MAY 2016
THE FIGURES HAVE NOT BEEN AUDITED**

	Individual Quarter		Cumulative Quarter	
	31.05.2016	31.05.2015	31.05.2016	31.05.2015
	RM'000	RM'000	RM'000	RM'000
Profit for the year	<u>6,960</u>	<u>1,006</u>	<u>11,177</u>	<u>5,209</u>
Other comprehensive (loss)/income :				
Currency translation differences	(4,041)	960	15,721	12,147
Re-measurement of defined benefit liability	<u>(140)</u>	<u>0</u>	<u>(140)</u>	<u>0</u>
Other comprehensive (loss)/income for the year	<u>(4,181)</u>	<u>960</u>	<u>15,581</u>	<u>12,147</u>
Total comprehensive income for the year	<u><u>2,779</u></u>	<u><u>1,966</u></u>	<u><u>26,758</u></u>	<u><u>17,356</u></u>
Total comprehensive income attributable to:				
Owners of the parent	2,453	3,116	25,727	18,640
Non-controlling interests	<u>326</u>	<u>(1,150)</u>	<u>1,031</u>	<u>(1,284)</u>
	<u><u>2,779</u></u>	<u><u>1,966</u></u>	<u><u>26,758</u></u>	<u><u>17,356</u></u>

(The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2015)

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MAY 2016**

	As at 31.05.2016 RM'000 (Unaudited)	As at 31.05.2015 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	102,107	92,650
Goodwill arising on consolidation	105,386	92,355
Deferred tax assets	26,014	26,527
	<u>233,507</u>	<u>211,532</u>
Current assets		
Inventories	92,778	96,970
Trade debtors	175,142	198,095
Other debtors, deposits and prepayments	9,807	10,931
Investment securities	476	448
Income tax recoverable	648	1,882
Amount owing by related companies	10,780	10,617
Short-term deposits	14,783	30,293
Cash and bank balances	50,269	65,579
	<u>354,683</u>	<u>414,815</u>
TOTAL ASSETS	<u>588,190</u>	<u>626,347</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	194,338	194,338
Reserves	26,019	11,306
Retained profits	103,567	96,403
Less: Treasury shares, at cost	(1,188)	(888)
	<u>322,736</u>	<u>301,159</u>
Non-controlling interests	<u>13,103</u>	<u>10,877</u>
Total equity	<u>335,839</u>	<u>312,036</u>
Non-current liabilities		
Deferred tax liabilities	1,239	1,601
Long term borrowings	2,466	10,510
Provision for retirement benefits	3,808	3,198
	<u>7,513</u>	<u>15,309</u>
Current liabilities		
Trade creditors	98,414	111,126
Other creditors and accrued expenses	20,186	25,474
Amount owing to related companies	59	708
Short-term borrowings	123,800	160,593
Income tax payable	2,379	1,078
Derivative liabilities	-	23
	<u>244,838</u>	<u>299,002</u>
Total liabilities	<u>252,351</u>	<u>314,311</u>
TOTAL EQUITY AND LIABILITIES	<u>588,190</u>	<u>626,347</u>
Net Assets per share attributable to owners of the parent (RM)	1.68	1.56

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2015)

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 MAY 2016**

	<----- Attributable to owners of the parent ----->					Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Share premium RM'000	Translation reserve RM'000	Retained profits RM'000	Treasury shares RM'000			
12 month period ended 31 May 2016								
Balance as at 01 June 2015	194,338	805	10,501	96,403	(888)	301,159	10,877	312,036
Total comprehensive income for the year	-	-	14,713	11,014	-	25,727	1,031	26,758
Transactions with owners								
Dividends								
- Final single-tier dividend for the financial year ended 31 May 2015	-	-	-	(3,850)	-	(3,850)	-	(3,850)
Acquisition of a subsidiary	-	-	-	-	-	-	1,195	1,195
Repurchase of shares	-	-	-	-	(300)	(300)	-	(300)
Total transactions with owners	-	-	-	(3,850)	(300)	(4,150)	1,195	(2,955)
Balance as at 31 May 2016	194,338	805	25,214	103,567	(1,188)	322,736	13,103	335,839
12 month period ended 31 May 2015								
Balance as at 01 June 2014	194,338	805	(753)	95,385	(869)	288,906	12,320	301,226
Total comprehensive income/(loss) for the year	-	-	11,254	7,386	-	18,640	(1,284)	17,356
Transactions with owners								
Dividends								
- Final dividend for the financial year ended 31 May 2014	-	-	-	(5,784)	-	(5,784)	-	(5,784)
Winding up of subsidiary	-	-	-	-	-	-	(92)	(92)
Acquisition of non-controlling interests of a subsidiary	-	-	-	(584)	-	(584)	(67)	(651)
Repurchase of shares	-	-	-	-	(19)	(19)	-	(19)
Total transactions with owners	-	-	-	(6,368)	(19)	(6,387)	(159)	(6,546)
Balance as at 31 May 2015	194,338	805	10,501	96,403	(888)	301,159	10,877	312,036

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2015)

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 31 MAY 2016**

	FY 2016	FY 2015
	12 months ended 31.05.2016 RM'000 (Unaudited)	12 months ended 31.05.2015 RM'000 (Audited)
Cash Flows From Operating Activities		
Profit before taxation	20,512	18,383
Adjustments for non-cash items	12,049	10,473
Operating cash flows before working capital changes	32,561	28,856
Working Capital Changes		
Receivables	33,496	39,636
Inventories	9,896	15,451
Payables	(24,316)	(18,715)
Group companies	(2,979)	(3,458)
Cash flows generated from operations	48,658	61,770
Income tax paid	(6,531)	(8,528)
Retirement benefits paid	(131)	(81)
Net Cash Flows Generated From Operating Activities	41,996	53,161
Cash Flows From Investing Activities		
Proceeds from disposal of property, plant and equipment	102	214
Purchase of property, plant and equipment	(11,637)	(38,664)
Acquisition of investment securities	(33)	-
Net cash flows on acquisition of a subsidiary	(5,888)	-
Distribution of surplus assets to non-controlling interests on winding up of a subsidiary	-	(92)
Acquisition of non-controlling interests in a subsidiary	-	(650)
Interest received	1,614	1,905
Dividend received	11	10
Net Cash Flows Used In Investing Activities	(15,831)	(37,277)
Cash Flows From Financing Activities		
Dividends paid to shareholders of the Company	(3,850)	(5,784)
Repayment of hire-purchase creditors	(46)	(89)
Drawdown of term loans and advances	87,512	86,446
Repayment of term loans and advances	(137,694)	(71,581)
Purchase of Company's own shares	(300)	(19)
Interest paid	(6,919)	(6,531)
Net Cash Flows (Used In)/Generated From Financing Activities	(61,297)	2,442
Net (Decrease)/Increase in Cash and Cash Equivalents	(35,132)	18,326
Effects of Exchange Rate Changes	6,336	3,280
Cash and Cash Equivalents at Beginning of Year	95,872	76,325
Effects of Exchange Rate Changes	(2,024)	(2,059)
Cash and Cash Equivalents at End of Year	65,052	95,872
The Cash and Cash Equivalents Comprise:		
Cash and bank balances	50,269	65,579
Short-term deposits	14,783	30,293
	65,052	95,872

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2015)



(Incorporated in Malaysia)
(Company No.: 9378-T)

Notes to the Interim Financial Report – For the 4th Financial Quarter Ended 31 May 2016

A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134, INTERIM FINANCIAL REPORTING AND BURSA SECURITIES LISTING REQUIREMENTS

A1. Basis of Preparation

This Interim Financial Report (“Report”) is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”). This Report complies with IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board.

This Report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 May 2015.

These notes to the 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 31 May 2015.

A2. Significant accounting policies

The significant accounting policies and methods of computation adopted by the Group in this Report are consistent with those adopted in the most recent audited financial statements for the year ended 31 May 2015 except for the adoption of the following Amendments/Annual Improvements to MFRSs (collectively referred to as “pronouncements”):

Amendments to MFRS 119 Defined Benefit Plans: Employee Contributions
Annual Improvements to MFRSs 2010 – 2012 Cycle
Annual Improvements to MFRSs 2011 – 2013 Cycle

The adoption of the above pronouncements will have no material impact on the financial statements of the Group and of the Company.

A3. Seasonality or Cyclicity of Interim Operations

The operations of the Group were not significantly affected by seasonality and cyclicity factors.

A4. Items of Unusual Nature and Amount

There were no items affecting the assets, liabilities, equity, net income, or cash flows of the Group that are unusual because of their nature, size or incidence.

A5. Changes in Estimates Reported in Prior Interim Periods

There were no changes in estimated amounts reported in prior periods, which have a material effect on the current period.

A6. Debts and Equity Securities

There were no issuance, cancellation, repurchases, resale and repayments of debts and equity securities for the current quarter and financial year-to-date, except for the following:

Treasury shares:

At the Company's 45th Annual General Meeting held on 19 November 2015, the shareholders of the Company approved the proposed renewal of shareholders' mandate for the Company to repurchase up to 10% of its own ordinary shares. For the current quarter and the financial year-to-date, the Company purchased 149,400 and 534,400, respectively, of ordinary shares of RM1.00 each in the Company pursuant to Section 67A of the Companies Act, 1965, details of which are as follows:

Date	No. of Shares	Highest Price (RM)	Lowest Price (RM)	Average Price (RM)	Total Consideration (RM)
July 2015	32,300	0.5900	0.5300	0.5630	18,424
August 2015	112,400	0.5600	0.4700	0.5243	59,520
September 2015	64,000	0.5400	0.4800	0.5089	32,954
October 2015	23,200	0.5500	0.5200	0.5295	12,558
November 2015	44,900	0.5900	0.5650	0.5817	26,269
December 2015	48,200	0.6050	0.5550	0.5776	28,220
January 2016	15,000	0.6600	0.5650	0.5800	8,798
February 2016	45,000	0.6250	0.5700	0.5883	26,808
	385,000				213,551
March 2016	60,000	0.6100	0.5650	0.5791	35,133
April 2016	39,400	0.5900	0.5650	0.5762	23,030
May 2016	50,000	0.5750	0.5400	0.5585	28,303
	534,400				300,017

Notes: The consideration is inclusive of brokerage, contract stamp and clearing fees.

As at 31 May 2016, a total of 2,095,524 treasury shares at a total cost of RM1,188,302 were held by the Company pursuant to Section 67A (3A) (b) of the Companies Act, 1965.

A7. Dividend Paid

On 18 December 2015, the Company paid a final single-tier dividend of 2.0 sen per share amounting to RM3,849,738.72 in respect of the financial year ended 31 May 2015.

A8. Segment Revenue and Results

The segment revenue and segment results for business segments for the current financial year-to-date are as follows: -

12-Month period ended 31.05.2016	Polymer RM'000	Industrial Chemical RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
Revenue					
External sales	119,475	1,077,975	-	-	1,197,450
Inter-segment sales	-	1,190	-	(1,190)	-
Total revenue	119,475	1,079,165	-	(1,190)	1,197,450

Results					
Segment result	16,403	16,798	(5,770)	-	27,431
Finance costs					(6,919)
Profit before taxation					20,512
Taxation					(9,335)
Net profit for the year					11,177
Non-controlling interests					(23)
Net profit after non-controlling interests					11,154

12-Month period ended 31.05.2015	Polymer RM'000	Industrial Chemical RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
Revenue					
External sales	128,385	1,144,352	-	-	1,272,737
Inter-segment sales	1	3,219	-	(3,220)	-
Total revenue	128,386	1,147,571	-	(3,220)	1,272,737

Results					
Segment result	14,272	15,570	(4,928)	-	24,914
Finance costs					(6,531)
Profit before taxation					18,383
Taxation					(13,174)
Net profit for the year					5,209
Non-controlling interests					2,177
Net profit after non-controlling interests					7,386

A9. Valuation of Property, Plant and Equipment

The valuations of land and buildings have been brought forward, without amendment from the Audited Financial Statements for the financial year ended 31 May 2015. The carrying values are based on valuations carried out in 1985 by independent qualified valuers less accumulated depreciation. Upon transition to MFRS 1 on 1 June 2011, the Group elected to use the previously revalued leasehold land and buildings carrying amounts as deemed cost.

A10. Material Events Subsequent to the End of the Current Period

There were no material events subsequent to the end of the current period up to the date of this Report that have not been reflected in the financial statements for the current period.

A11. Changes in Composition of the Group

There were no material changes in the composition of the Group for the current quarter and financial year-to-date including business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructuring or discontinuing operations, except for the following:

Acquisition of 60% interest in NYL Logistics Sdn Bhd (“NYL”)

The Company had on 20 May 2016 entered into a share sale agreement for the acquisition of 1,320,000 ordinary shares in NYL representing 60% of the issued and paid-up share capital of NYL for a cash consideration of RM6,376,461.

NYL is in the business of transport, cartage and haulage contractors and agencies.

The transaction was completed on 26 May 2016.

A12. Contingent Liabilities

There were no contingent liabilities since the last annual Statements of Financial Position as at 31 May 2015.

A13. Capital Commitment

The capital commitment as at 31 May 2016 are as follows:

	RM'000
Property, plant and equipment	
- Approved and contracted	43,250
- Approved but not contracted	297
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	43,547
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B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE BURSA SECURITIES LISTING REQUIREMENTS
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B1. Detailed Analysis of the Performance of All Operating Segments of the Group for the Current Quarter and Financial Year-To-Date

For the twelve months ended 31 May 2016, the Nylex Group posted lower revenue of RM1,197.5 million, which represents a decrease of 5.9% from RM1,272.7 million recorded in the last financial year. The reduction in revenue was due to lower contribution from both the Industrial Chemical Division and the Polymer Division. Despite lower revenue, the Group recorded higher profit before tax ("PBT") of RM20.5 million, compared to RM18.4 million recorded in the last financial year.

For the current quarter under review, the Nylex Group registered lower revenue of RM291.0 million, which represents a decrease of 10.2% from RM324.1 million recorded in the same period last financial year. The decline in revenue was mainly due to lower contribution from the Industrial Chemical Division. The PBT for the period increased to RM8.8 million, compared to RM6.8 million recorded in the corresponding period last year, mainly due to improved performance by its overseas subsidiaries.

The Polymer Division recorded higher revenue of RM34.9 million for the current financial quarter, which represents an increase of 2.4% from RM34.1 million in the corresponding quarter in Q4 FY 2015 mainly due to higher contribution by its manufacturing plant in Surabaya, Indonesia. Consequently, the Division registered higher PBT of RM6.1 million compared with RM5.4 million achieved in the same period last year.

Due to lower average selling prices, the Industrial Chemical Division's revenue decreased by 11.7% from RM290.0 million recorded in the same period last year to RM256.1 million for the quarter. Despite lower revenue, the Division generated higher PBT of RM4.9 million for the quarter, as compared to RM2.9 million achieved in the same period last year, due to improved performance by its overseas subsidiaries.

B2. Material Change in the Profit Before Taxation for the Current Quarter as compared with Immediate Preceding Quarter

For the current quarter under review, the Group recorded higher revenue of RM291.0 million and a higher PBT of RM8.8 million compared to revenue of RM256.4 million and PBT of RM2.8 million achieved in the immediate preceding quarter.

The higher revenue and PBT for the current quarter is due to stronger demand for our products as well as improved margins earned on certain products.

B3. Future Prospects

The economic environment remains fragile, amid weak aggregate demand, low commodity prices and increasing financial market volatility. The Board expects the volatile global economic conditions continue to weigh on the outlook for the operating environment for the next financial year ending 31 May 2017.

The Board will continue to seek ways to safeguard the Group's profitability.

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

This is not applicable as there was no forecast profit or profit guarantee issued in respect of the current financial year.

B5. Taxation

	Individual Quarter		Cumulative Quarter	
	Current Year 31.05.2016	Preceding Year 31.05.2015	Current Year 31.05.2016	Preceding year 31.05.2015
	RM'000	RM'000	RM'000	RM'000
Taxation based on results for the period				
- Current				
Malaysian	(1,484)	(1,424)	(6,263)	(6,974)
Foreign	(1,100)	(1,209)	(2,826)	(3,030)
- Deferred tax	813	(1,829)	(150)	(1,957)
	(1,771)	(4,462)	(9,239)	(11,961)
Under provision in prior years	(57)	(1,324)	(96)	(1,213)
	(1,828)	(5,786)	(9,335)	(13,174)

The effective tax rate of the Group is higher than the statutory tax rate mainly due to the losses recorded in certain foreign subsidiaries in the current financial period were not allowed for any tax benefit in the Group and also certain expenses which are not deductible for tax purposes.

B6. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this report.

B7. Utilisation of Proceeds

Not applicable as the Company has not raised any proceeds from any of its corporate exercise.

B8. Group Borrowings

	As At 31.05.2016 (RM'000 equivalent)	As At 31.05.2015 (RM'000 equivalent)
Short-term borrowings		
Secured		
- Indonesian Rupiah	2,376	2,343
- United States Dollar	22,284	33,785
- Vietnamese Dong	5,487	0
	30,147	36,128
Unsecured		
- Ringgit Malaysia	92,909	122,870
- United States Dollar	744	1,595
	93,653	124,465
	123,800	160,593
Long-term borrowings		
Secured		
- Indonesian Rupiah	2,466	10,510
	2,466	10,510
Total Borrowings	126,266	171,103

B9. Derivatives Financial Instruments

The Group enters into foreign exchange derivatives to manage the exposure to foreign exchange risk when the Company and its subsidiaries enter into transactions that are not denominated in their functional currencies.

The Foreign exchange derivatives are recognised on the contract dates and are measured at fair value with changes in fair value recognised in profit or loss.

There were no outstanding foreign exchange derivatives as at 31 May 2016.

B10. Disclosure of Realised and Unrealised Profits/Losses

Bursa Securities has, on 25 March 2010 and 20 December 2010, issued directives requiring all listed issuers to disclose the breakdown of unappropriated profits or accumulated losses as at the end of the reporting period, on a group basis, into realised and unrealised profits or losses, as the case may be, in the notes to its quarterly reports.

The breakdown of retained profits of the Group as at 31 May 2016, pursuant to the format prescribed by Bursa Securities, is as follows:

	As At End of Current Quarter 31.05.2016 RM'000	As At End of Last Financial Year 31.05.2015 RM'000
Total retained profits of Nylex (Malaysia) Berhad and its subsidiaries:		
- Realised	134,219	122,934
- Unrealised	26,312	29,073
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	160,531	152,007
Less: Consolidation adjustments	(56,964)	(55,604)
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Total Group retained profits as per consolidated accounts	<u>103,567</u>	<u>96,403</u>

B11. Notes to the Statements of Comprehensive Income for the Current Quarter and Financial Year-To-Date

The Profit Before Taxation was arrived at after charging/(crediting) the following:

	Current Quarter 31.05.2016 RM'000	Financial Year-To-Date 31.05.2016 RM'000
Interest income	(457)	(1,614)
Dividend income	(6)	(11)
Interest expense	1,891	6,919
Depreciation and amortisation	1,863	6,458
Impairment of receivables	1,037	962
Provision for and write off of inventories	130	516
Loss/(Gain) on disposal of unquoted investments	-	-
Loss/(Gain) on foreign exchange	937	(6,587)
Impairment of goodwill	-	-
Fair value loss on investments	23	6
Fair value gain on derivatives	(6)	-

B12. Material Litigation

There was no material litigation since the date of the last annual Statements of Financial Position as at 31 May 2015.

B13. Dividends

Subject to the approval by the Company's shareholders at the forthcoming annual general meeting, the Directors are recommending a final single tier dividend of 2.00 sen per share.

The Company will announce the book closure date and the date of payment in due course.

Other than the above recommended dividend, there is no other dividend declared by the Company for the current financial year.

For the last financial year, the Company paid a final single tier dividend of 2.0 sen per share amounting to RM RM3,849,738.72.

B14. Earnings per Share

Basic Earnings Per Share

The calculation of basic earnings per share was based on the net profit attributable to owners of the parent for the current quarter of RM6,484,887 (31.05.2015: RM2,241,260) and net profit of RM11,153,854 (31.05.2015: RM7,385,436) for the financial year-to-date as reported in the condensed consolidated income statements of the Group, divided by the weighted average number of ordinary shares in issue during the current quarter of 192,310,256 (31.05.2015: 192,776,736) and for the financial year-to-date of 192,511,389 (31.05.2015: 192,787,560).

Diluted Earnings Per Share

Not applicable as the Company does not have dilutive potential ordinary shares in issue as at the date of the Statements of Financial Position.

B15. Qualification of Auditors' Report of Preceding Financial Statements

There was no audit qualification in the auditors' report of the Group's Audited Financial Statements for the financial year ended 31 May 2015.

BY ORDER OF THE BOARD

Choo Se Eng
Stephen Geh Sim Whye
Company Secretaries

Petaling Jaya
29 July 2016