



VERSATILE CREATIVE BERHAD
(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2015**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME FOR THE QUARTER ENDED 31 MARCH 2015**

(The figures have not been audited)

	Note	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
		31/03/2015 RM '000	31/03/2014 RM '000	31/03/2015 RM '000	31/03/2014 RM '000
Revenue	A10	11,794	13,027	49,844	N/A
Cost of sales		(10,005)	(12,246)	(42,995)	N/A
Gross profit		1,789	781	6,850	N/A
Other income		354	181	1,290	N/A
Distribution expenses		(736)	(1,339)	(2,528)	N/A
Administrative expenses		(1,661)	(1,328)	(7,255)	N/A
Operating (loss)/profit		(254)	(1,705)	(1,644)	N/A
Non operating Income		1,903	-	1,903	N/A
Non operating Expenses		(11,489)	-	(11,489)	N/A
Net fair value (loss)/gain on quoted investment		614	3,097	(2,862)	N/A
(Loss)/profit before interest and taxation		(9,226)	1,393	(14,092)	N/A
Interest income		5	14	45	N/A
Finance costs		(383)	(483)	(1,797)	N/A
(Loss)/profit before taxation		(9,604)	923	(15,844)	N/A
Taxation	B5	(126)	(338)	(126)	N/A
(Loss)/profit after taxation		(9,730)	585	(15,970)	N/A
Other comprehensive (loss)/profit				-	
(Loss)/gain on fair value changes		5,531	27,876	(25,759)	N/A
Total other comprehensive (loss)/profit for the financial period		5,531	27,876	(25,759)	N/A
Total comprehensive (loss)/profit for the financial period		(4,199)	28,462	(41,729)	N/A
(Loss)/Earnings per Share - Basic (sen)	B11	(8.79)	0.53	(14.43)	N/A

Notes:

The financial year end of the Company has been changed from 31 December to 31 March to cover the 15-months period from 1 January 2013 to 31 March 2014 and thereafter, to end on 31 March each year. Accordingly, there are no comparative figures for the cumulative period ended 31 December 2013 to be presented in this Condensed Consolidated Statement of Comprehensive Income.

**VERSATILE CREATIVE BERHAD**

(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2015****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2015****(The figures have not been audited)**

	Note	As at 31/03/2015 (Unaudited) RM'000	As at 31/03/2014 (Audited) RM'000
ASSETS			
Non-Current Assets			
Property, Plant and Equipment		42,088	41,921
Goodwill on Consolidation		-	11,489
Other Investments		24,445	-
		<u>66,534</u>	<u>53,410</u>
Current Assets			
Receivables, Deposits and Prepayments		14,244	17,214
Amount Owing by Ultimate Holding Company		-	535
Inventories		5,111	6,901
Tax Recoverable		356	26
Other Investment		7,306	66,373
Fixed Deposits		751	712
Cash and Bank Balance		915	2,182
		<u>28,683</u>	<u>93,944</u>
Total Assets		<u>95,217</u>	<u>147,354</u>



VERSATILE CREATIVE BERHAD
(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2015**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2015
(Continued)**

(The figures have not been audited)

		As at 31/03/2015 (Unaudited) RM'000	As at 31/03/2014 (Audited) RM'000
EQUITY AND LIABILITIES			
EQUITY			
Share Capital		55,322	110,643
Capital Redemption Reserve		3,000	3,000
Revaluation Reserve		8,609	8,844
Accumulated Losses		(10,016)	(63,000)
Net Loss for the Year		(15,735)	(2,338)
Fair Value Reserves		15,987	42,223
Total Equity		<u>57,166</u>	<u>99,372</u>
LIABILITIES			
Non-Current Liabilities			
Loan and Borrowings	B8	4,822	5,921
Deferred Taxation		3,340	2,975
		<u>8,162</u>	<u>8,896</u>
Current Liabilities			
Payables and Accruals		9,276	14,279
Amount Owing to Ultimate Holding Company		-	1,000
Loan and Borrowings	B8	20,613	23,301
Tax Payable		-	505
		<u>29,889</u>	<u>39,086</u>
Total Liabilities		38,051	47,982
Total Equity and Liabilities		<u>95,217</u>	<u>147,354</u>
Net Assets per share (RM)		<u>0.52</u>	<u>0.90</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the period ended 31 March 2014 and the accompanying explanatory notes attached to the interim financial statements.)



VERSATILE CREATIVE BERHAD
(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2015**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED
31 MARCH 2015**

(The figures have not been audited)

	Non-Distributable					Total Equity RM'000
	Share Capital RM'000	Capital Redemption Reserve RM'000	Revaluation Reserve RM'000	Fair value Reserve RM'000	Accumulated Losses RM'000	
12 months ended 31 March 2015						
At 01 April 2014	110,643	3,000	8,844	42,223	(65,338)	99,372
Par value reduction	(55,322)	-	-	-	55,322	-
Fair value of available-for-sales financial assets	-	-	-	(26,236)	-	(26,236)
Crystallisation of revaluation reserve	-	-	(235)	-	235	-
Loss for the period	-	-	-	-	(15,970)	(15,970)
Total comprehensive loss for the period	-	-	(235)	(26,236)	(15,735)	(42,206)
At 31 March 2015	55,322	3,000	8,609	15,987	(25,752)	57,166
15 months ended 31 March 2014						
At 01 January 2013	110,643	3,000	9,079	1,831	(63,000)	61,552
Fair value of available-for-sales financial assets	-	-	-	40,392	-	40,392
Crystallisation of revaluation reserve	-	-	(235)	-	235	-
Loss for the period	-	-	-	-	(2,573)	(2,573)
Total comprehensive loss for the financial period	-	-	(235)	40,392	(2,338)	37,820
At 31 March 2014	110,643	3,000	8,844	42,223	(65,338)	99,372

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the period ended 31 March 2014 and the accompanying explanatory notes attached to the interim financial statements.



VERSATILE CREATIVE BERHAD
(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2015**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED
31 MARCH 2015**

(The figures have not been audited)

	12 Months Period Ended	
	31/03/2015	31/03/2014
	RM'000	RM'000
CASHFLOW FROM OPERATING ACTIVITIES:		
(Loss)/Profit before taxation	(15,844)	N/A
<u>Adjustment for:</u>		
Depreciation of property, plant and equipment	3,737	N/A
Gain on disposal of property, plant and equipment	(214)	N/A
Allowance for slow moving inventories	416	N/A
Recovery of bad debts	(177)	N/A
Impairment loss on trade & other receivable	269	N/A
Net fair value loss on quoted investment	2,862	N/A
Gain on disposal of other investment	(1,903)	N/A
Impairment on goodwill	11,489	N/A
Interest income	(45)	N/A
Interest expense	1,797	N/A
Operating profit before working capital changes	2,387	N/A
<u>Changes in working capital:</u>		
Inventories	1,374	N/A
Receivables, deposits and prepayments	2,414	N/A
Payables and accruals	(5,003)	N/A
Cash generated from operations	1,172	N/A
Interest received	45	N/A
Interest paid	(660)	N/A
Income tax paid	(596)	N/A
Net cash used in operating activities	(40)	N/A



VERSATILE CREATIVE BERHAD
(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2015**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED
31 MARCH 2015 (Continued)**

(The figures have not been audited)

	12 Months Period Ended	
	31/03/2015	31/03/2014
	<u>RM'000</u>	<u>RM'000</u>
<u>CASHFLOW FROM INVESTING ACTIVITIES:</u>		
Acquisition of property, plant and equipment	(4,013)	N/A
Fixed deposit held as security value	(38)	N/A
Proceeds from disposal of property, plant and equipment	322	N/A
Proceeds from disposal of other investment	7,427	N/A
Net cash generated from investing activities	<u>3,698</u>	<u>N/A</u>
<u>CASHFLOW FROM FINANCING ACTIVITIES:</u>		
Interest paid	(1,138)	N/A
Proceed from/(Repayment) of borrowings	(4,580)	N/A
Payment of finance lease liabilities	(1,758)	N/A
Drawdown from finance lease liabilities	2,077	N/A
Net cash used in financing activities	<u>(5,399)</u>	<u>N/A</u>
NET CHANGE IN CASH & CASH EQUIVALENTS	(1,741)	N/A
CASH & CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD/YEAR	(1,488)	N/A
CASH & CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD/YEAR	<u>(3,230)</u>	<u>N/A</u>
Analysis of Cash & Cash Equivalents:		
	RM'000	RM'000
Cash and bank balances	915	N/A
Fixed Deposit	751	N/A
	1,666	N/A
Less: Fixed deposit pledged to a licensed bank	(751)	N/A
Less: Bank overdraft	(4,144)	N/A
	<u>(3,230)</u>	<u>N/A</u>

The financial year end of the Company has been changed from 31 December to 31 March to cover the 15-months period from 1 January 2013 to 31 March 2014 and thereafter, to end on 31 March each year. Accordingly, there are no comparative figures for the cumulative period ended 31 December 2013 to be presented in this Condensed Consolidated Cash Flow Statements.



VERSATILE CREATIVE BERHAD
(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2015**

NOTES TO QUARTERLY FINANCIAL REPORT

A. DISCLOSURE REQUIREMENTS AS PER FRS 134

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in compliance with MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”). This condensed report also compliance with IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board.

The quarterly financial report should be read in conjunction with the annual audited financial statements of the Group for the year ended 31 March 2014.

Adoption of Standards, Amendments and Issue Committee (IC) Interpretations

The Group adopted the following Standards, Amendments and IC Interpretations:-

New MFRSs

MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurement

Revised MFRSs

MFRS 119	Employee Benefits
MFRS 127	Separate Financial Statements
MFRS 128	Investments in Associates and Joint Ventures

Amendments/Improvements to MFRSs

MFRS 1	First-time Adoption of Financial Reporting Standards
MFRS 7	Financial Instruments: Disclosures
MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 101	Presentation of Financial Statements
MFRS 116	Property, Plant and Equipment
MFRS 132	Financial Instruments: Presentation
MFRS 134	Interim Financial Reporting

The adoption of the Standards, Amendments and Interpretations above did not have any material financial impact to the Group.



VERSATILE CREATIVE BERHAD
(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2015**

2. Audit Report Qualification and Status of Matters Raised

The annual audited financial statements of the Group for the year ended 31 March 2014 were not subject to any qualifications.

3. Seasonal or Cyclical Nature of Operations

The Group operates in three main business segments which can be affected by seasonal and cyclical factors of operations.

4. Items of Unusual Nature

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial quarter.

5. Changes in Estimates

There were no significant changes in the estimates which give a material effect for the current financial quarter.

6. Valuation of property, plant and equipment

Land and buildings have been brought forward, without amendment from the audited financial statements for the financial year ended 31 March 2014.

7. Changes in Debt and Equity Securities

There were no issuance and repayment of debt securities, share buy-backs, share cancellations, shares held as treasury shares or resale of treasury shares for the current financial quarter under review.

8. Dividend Paid

There were no dividend paid during the current financial quarter and financial year-to-date.

9. Material Events Subsequent to the Balance Sheet Date

There is no material event subsequent to the balance sheet date other than those disclosed in Note B7 to the interim financial statement.



VERSATILE CREATIVE BERHAD
(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2015**

10. Operating Segments

The Group's segmental report for the financial year-to-date is as follows:

Business Segments	Colour				Elimination	Consolidated
	Paper products	Plastic products	Separation & Printing	Others		
	Twelve months ended	Twelve months ended	Twelve months ended	Twelve months ended	Twelve months ended	Twelve months ended
	31.03.2015	31.03.2015	31.03.2015	31.03.2015	31.03.2015	31.03.2015
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	26,993	18,748	4,103			49,844
Inter-segment revenue	239	2	1	1,103	(1,345)	-
Total revenue	<u>27,232</u>	<u>18,750</u>	<u>4,104</u>	<u>1,103</u>	<u>(1,345)</u>	<u>49,844</u>
Operating results	<u>1,885</u>	<u>(2,314)</u>	<u>(448)</u>	<u>(767)</u>	<u>-</u>	<u>(1,644)</u>
Non operating Income						1,903
Non operating Expenses						(11,489)
Net fair value loss on quoted investment						(2,862)
(Loss)/profit before interest and taxation						(14,092)
Interest income						45
Finance costs						(1,797)
(Loss)/profit before taxation						(15,844)
Taxation						(126)
(Loss)/profit after taxation						(15,970)

11. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial quarter under review.

12. (Loss)/Profit Before Taxation

Included in the (loss)/profit before taxation are the following items:

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	31/03/2015	31/03/2014	31/03/2015	31/03/2014
	RM'000	RM'000	RM'000	RM'000
Interest income	(5)	(14)	(45)	N/A



VERSATILE CREATIVE BERHAD
(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2015**

Gain on disposal of property, plant and equipment	(16)	(4)	(214)	N/A
Depreciation of property, plant and equipment	1,046	936	3,737	N/A
Interest expense	383	483	1,797	N/A
Allowance for slow moving inventories	238	640	416	N/A
Recovery of bad debts	(15)	(46)	(177)	N/A
Provision for bad debts	269	184	269	N/A
Impairment loss on goodwill	11,489	-	11,489	N/A
Net fair value loss/(gain) on other investment	(614)	(3,097)	2,862	N/A
Gain on disposal of other investment	(1,903)	-	(1,903)	N/A

13. Changes in Contingent Liabilities

At the date of this report, there were no contingent liabilities in respect of the Group.

14. Inventories

For the current financial year-to-date, the Group has provided RM415,997 as an allowance for slow-moving stocks.

15. Provision for Warranties

There was no provision for warranties for the current financial quarter and financial year-to-date.

16. Changes in Tax Rate (Estimates)

This note is not applicable.

17. Capital Commitments

The capital commitments of the Group not provided for in the financial statements are as follow: -

31/03/2015

Capital expenditure commitment

Approved but not contracted for:-

- plant and machinery 48,200

Approved and contracted for:-

- purchase of machineries -

48,200

18. Related Party Transactions

There were no significant related party transactions in the current financial quarter under review.



VERSATILE CREATIVE BERHAD
(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2015**

B. Additional information required by the Bursa Malaysia's Listing Requirements

1. Review of Performance

For the current financial quarter under review, the Group recorded a revenue of RM11.79 million and a loss before taxation of RM9.60 million as compared to RM13.03 million and profit before taxation of RM0.92 million respectively for the preceding year corresponding quarter. The decrease in revenue was mainly due to lower sales contributed from the Colour Separation & Printing segment and Plastic Products segment. The loss before taxation was mainly due to an impairment on goodwill of RM11.49 million.

For the current financial year-to-date, the Group recorded a revenue and a loss before taxation of RM49.84 million and RM15.84 million respectively. The loss before taxation was mainly attributable to lower sales contributed from the Colour Separation & Printing segment and Plastic Products segment coupled with marginal decline in gross profit margin resulting from increase in production cost, fair value loss on quoted investment of RM2.86 million, impairment on goodwill of RM11.49 million and expenses of RM0.72 million incurred for the corporate exercise being undertaken by the Company.

2. Variation of Results against Immediate Preceding Quarter

The Group recorded a revenue of RM11.79 million and a loss before taxation of RM9.60 million for the current financial quarter under review as compared to RM11.90 million and a loss before taxation of RM2.30 million respectively for the immediate preceding quarter. The significant increase in loss before taxation was mainly due to an impairment on goodwill of RM11.49 million.

3. Prospects

Despite a short term setback and possibly slower economic growth in the local business due to the recent implementation of the Goods and Services Tax ("GST"), the Group will focus on turning around both its Colour Separation & Printing segment and Plastic products segment by investing in more machineries, cutting down waste and exploring new business opportunities. The Board expects the performance of the packaging business to remain challenging for the Financial Year 2016.

4. Profit Forecast

This is not applicable.



VERSATILE CREATIVE BERHAD
(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2015**

5. Taxation

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	31.03.2015 RM'000	31.03.2014 RM'000	31.03.2015 RM'000	31.03.2014 RM'000
Taxation				
- in current quarter/period	(33)	(291)	(33)	N/A
- over/(under)accrual in prior year	272	12	272	N/A
Deferred taxation				
- in current quarter/period	(365)	(59)	(365)	N/A
- over/(under)accrual in prior year	-	-	-	N/A
	<u>-</u>	<u>-</u>	<u>-</u>	<u>N/A</u>
	<u>(126)</u>	<u>(338)</u>	<u>(126)</u>	<u>N/A</u>

6. Disposal of Quoted or Unquoted Investments or Properties

There were no disposals of unquoted investments or properties included in the results of the Group for the current financial quarter.

The Company, had on 6 January 2015 to 9 January 2015, 14 January 2014, 4 March 2015 and 11 March 2015 disposed 24,000,000 ordinary shares of RM0.15 each in the paid up capital of Iris Corporation Bhd ("ICB"), representing 1.18% of the equity interest of ICB to the Open Market of Bursa Securities.

7. Status of Corporate Exercise

Save as disclosed below, there are no corporate proposals announced during the current financial quarter under review.

On 24 February 2015, the Group announced on a private placement of up to 10% of the issued and paid-up share capital of the Company. Approvals from Bursa Malaysia Securities Berhad and Shareholders have been obtained on 20 April 2015 and 17 September 2014 respectively. The Proposed Private Placement is expected to be completed by the second (2nd) quarter calendar of 2015.



VERSATILE CREATIVE BERHAD
(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2015**

8. Borrowings and Debts Securities

(a) Total Group's borrowings as at the reporting quarter were as follows :-

	As at 31/03/2015 (Unaudited) RM'000	As at 31/03/2014 (Audited) RM'000
<i>Secured</i>		
Borrowings	13,534	17,799
Term Loan	1,482	1,798
Finance Lease Liabilities	6,274	5,955
Bank Overdrafts	4,144	3,671
Total Group's Borrowings	<u>25,435</u>	<u>29,222</u>

b) The above borrowings are denominated in Ringgit Malaysia. There are no foreign currencies borrowings.

9. Realised and Unrealised Profit or Losses

The accumulated losses as at 31 March 2015 and 31 March 2014 are analyzed as follows:-

	As At 31/03/2015 (Unaudited) RM'000	As At 31/03/2014 (Audited) RM'000
Total accumulated losses of the Company & subsidiaries :-		
-Realised	(34,767)	(74,718)
-Unrealised	<u>(3,340)</u>	<u>(2,975)</u>
	(38,107)	(77,693)
Less: Consolidation adjustments	<u>12,355</u>	<u>12,355</u>
Total accumulated losses as per consolidated account	<u>(25,752)</u>	<u>(65,338)</u>

10. Dividend

The Board of Directors does not recommend any dividend for the current financial quarter.



VERSATILE CREATIVE BERHAD
(Company No. : 603770-D)

**UNAUDITED QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2015**

11. (Loss)/ Earnings per share

(a) Basic (loss)/ earnings per share

The calculation of basic earnings per share for the financial period is based on the net profit/ (loss) attributable to equity holders of the parent company and divided by the number of ordinary shares outstanding during the financial period.

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	31/03/2015	31/03/2014	31/03/2015	31/03/2014
(Loss)/profit attributable to owners of the parent company (RM'000)	(9,730)	585	(15,970)	N/A
Number of ordinary shares ('000)	110,643	110,643	110,643	N/A
Basic (loss)/ earnings per share (sen)	(8.79)	0.53	(14.43)	N/A

(b) Diluted earnings per share

The fully diluted earnings per ordinary share is the same as the basic earnings per share as the effect of anti-dilutive potential ordinary shares is ignored in accordance with MFRS 133 on Earning Per Share.