

MERGE ENERGY BHD. (420099-X)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2015

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Unaudited As at 30.04.2015 RM'000	Audited As at 31.01.2015 RM'000
ASSETS		
Non Current Assets		
Property, plant and equipment	21,657	20,672
Investment properties	13,750	13,750
Investment in an associate	2,251	2,270
Goodwill on consolidation	1,556	1,010
	39,214	37,702
Current Assets		
Inventories	93	89
Amounts due from customers for contract works	39,541	37,132
Trade receivables	24,957	19,325
Other receivables, deposits and prepayments	2,389	4,715
Tax Recoverable	82	145
Amount due from associate	141	141
Deposits place with licensed banks	7,946	12,187
Cash and bank balances	6,867	4,092
GST input tax assets	13	-
	82,029	77,826
TOTAL ASSETS	121,243	115,528
EQUITY AND LIABILITIES		
Equity Attributable To Owner Of The Parent		
Share capital	67,000	67,000
Reserves		
Share premium	7,713	7,713
Accumulated losses	(15,707)	(16,727)
Shareholders' Equity	59,006	57,986
Non-Controlling Interests	2,615	1,930
Total Equity	61,621	59,916
Non Current Liabilities		
Loans and borrowing	1,523	1,286
Deferred tax liabilities	257	248
Current Liabilities		
Amounts due to customers for contract works	352	344
Trade payables	15,559	11,502
Other payables and accruals	40,483	41,231
Amount due to directors	3	197
Loans and borrowing	796	451
Provision for taxation	561	353
GST output tax liabilities	88	-
	57,842	54,078
Total Liabilities	59,622	55,612
TOTAL EQUITY AND LIABILITIES	121,243	115,528
Net assets per share attributable to owner of the parent of the company	0.88	0.87

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2015.)

MERGE ENERGY BHD. (420099-X)
QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2015

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	FIRST QUARTER		CUMMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30.04.2015 RM'000	PRECEDING YEAR QUARTER 30.04.2014 RM'000	CURRENT YEAR TO DATE 30.04.2015 RM'000	PRECEDING YEAR TO DATE 30.04.2014 RM'000
	Revenue	27,246	17,420	27,246
Cost of Sales	(21,608)	(14,738)	(21,608)	(14,738)
Gross Profit	5,638	2,682	5,638	2,682
Other Operating Income	151	129	151	129
Total Income	5,789	2,811	5,789	2,811
Admin & Distribution Costs	(3,903)	(2,374)	(3,903)	(2,374)
Other Operating Expenses	-	-	-	-
Profit/(Loss) from Operation	1,886	437	1,886	437
Finance Costs	(27)	(10)	(27)	(10)
Share of Result in Associate	(19)	(18)	(19)	(18)
Profit/(Loss) before taxation and zakat	1,840	409	1,840	409
Taxation	(135)	(124)	(135)	(124)
Profit/(Loss) after taxation and zakat	1,705	285	1,705	285
Total Comprehensive Income / (Loss) For The Period	1,705	285	1,705	285
Profit/(Loss) attributable to :				
Owners of the parent	1,020	50	1,020	50
Non-controlling interest	685	235	685	235
Profit/(Loss)	1,705	285	1,705	285
Total Comprehensive Income / (Loss) attributable to :				
Owners of the parent	1,020	50	1,020	50
Non-controlling interest	685	235	685	235
Total Comprehensive Income / (Loss)	1,705	285	1,705	285
Earnings per share : -- - basic / diluted	sen 1.52	sen 0.07	sen 1.52	sen 0.07

(The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2015.)

Additional Information	RM'000	RM'000	RM'000	RM'000
Profit/(Loss) from Operations	1,886	437	1,886	437
Gross Interest Income	17	12	17	12
Gross Interest Expense	27	10	27	10
Depreciation of Property, Plant and Equipment	285	217	285	217

MERGE ENERGY BHD. (420099-X)
QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2015

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

← Attributable to Equity Holders of the Company →

	Share Capital RM'000	Share Premium RM'000	Accumulated Losses RM'000	Total RM'000	Non Controlling Interests RM'000	Total Equity RM'000
At 1 February 2015	67,000	7,713	(16,727)	57,986	1,930	59,916
Total Comprehensive Income for the period			1,020	1,020	685	1,705
At 30 April 2015	67,000	7,713	(15,707)	59,006	2,615	61,621

← Attributable to Equity Holders of the Company →

	Share Capital RM'000	Share Premium RM'000	Accumulated Losses RM'000	Total RM'000	Non Controlling Interests RM'000	Total Equity RM'000
At 1 February 2014	67,000	7,713	(18,899)	55,814	1,402	57,216
Total Comprehensive Income for the period			50	50	235	285
At 30 April 2014	67,000	7,713	(18,849)	55,864	1,637	57,501

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2015.)

MERGE ENERGY BHD. (420099-X)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2015

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	3 months ended 30.04.2015 RM'000	3 months ended 30.04.2014 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,840	410
Adjustments for :		
Non-cash items	285	217
Non-operating items (which are investing / financing)	29	16
Operating profit before changes in working capital	2,154	643
Changes in working capital :		
Net changes in current assets	156	3,926
Net changes in current liabilities	1,740	(4,329)
Cash (used in) / generated from operations	4,050	240
Interest paid	-	-
Tax paid	(77)	29
Zakat	-	-
Net cash (used in) / generated from operating activities	3,973	269
CASH FLOWS FROM INVESTING ACTIVITIES		
Net cash generated from / (used in) investing activities	(4,953)	(2,061)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net cash used in financing activities	(375)	2,386
Net (decrease) / increase in cash and cash equivalents	(1,355)	(49)
Cash and cash equivalents at beginning of financial year	16,168	10,188
Cash and cash equivalents at end of the quarter	14,813	10,139

(The Condensed Consolidated Statements Of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 January 2015.)