MERGE ENERGY BHD. (420099-X)

QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2015 UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

ASSETS Non Current Assets30.04.2015 RM'00031.01.2015 RM'000Property, plant and equipment Investment properties13,750 13,75013,750 13,750Investment in an associate Goodwill on consolidation21,657 2,2512,2 2,2 2,251Goodwill on consolidation1,556 1,00Inventories Amount due from customers for contract works Track erceivables, deposits and prepayments Tax Recoverable23,392,14 31,01,2015Other receivables, deposits and prepayments Tax Recoverable24,3957 19,3 2,389 4,7 2,389 4,7 4,70Current Assets Input tax assets7,946 12,1 2,389 3,141Deposits place with licensed banks GST input tax assets7,946 12,1 4,000Current Labilities Loans and borrowing Deferred tax liabilities7,713 2,77,20 59,006Non Current Liabilities Loans and borrowing Deferred tax liabilities2,615 2,57 2Non Current Liabilities Loans and borrowing Deferred tax liabilities2,57 2,57Current Liabilities Amounts due to customers for contract works352		Unaudited	Audited
ASSETS Non Current Assets Property, plant and equipment Investment properties Investment in an associate Goodwill on consolidation Current Assets Inventories Amounts due from customers for contract works Trade receivables Amounts due from associate Amount due from associate Tax Recoverable Amount due from associate Cash and bank balances GST input tax assets Input tax assets Cash and bank balances Cash and ban			
Property, plant and equipment Investment properties21,65720,6Investment in an associate Goodwill on consolidation2,2512,2Goodwill on consolidation1,5561,0Inventories933Amounts due from customers for contract works39,54137,1Trade receivables, deposits and prepayments Tax Recoverable2,3894,7Amount due from associate Deposits place with licensed banks2,3894,7Cash and bank balances GST input tax assets6,8674,0TOTAL ASSETS121,243115,5Equity Attributable To Owner Of The Parent Share capital Reserves Share premium Accumulated losses7,7137,7Non-Controlling Interests Loans and borrowing Deferred tax liabilities2,6151,9Non Current Liabilities Loans and borrowing Deferred tax liabilities1,5231,2Current Liabilities Amounts due to customers for contract works3523	ASSETS		
Investment properties13,75013,7Investment in an associate2,2512,2Goodwill on consolidation1,5561,0Current Assets1,93561,0Inventories933Amounts due from customers for contract works39,54137,7Trade receivables, deposits and prepayments2,3894,7Tax Recoverable821Amount due from associate821Deposits place with licensed banks7,94612,1Cash and bank balances6,8674,0GST input tax assets11EQUITY AND LIABILITIES121,243115,5EQUITY AND LIABILITIES67,00067,0Reserves3(15,707)Share premium7,7137,7Accumulated losses2,6151,5Non-Controlling Interests2,6151,5Loans and borrowing1,5231,2Deferred tax liabilities2572Current Liabilities2572Amounts due to customers for contract works3523	Non Current Assets		
Investment in an associate Goodwill on consolidation2,251 1,5562,2 1,556Goodwill on consolidation1,5561,0With the term of term			20,672
Goodwill on consolidation1,5561,0Goodwill on consolidation1,5561,0Inventories39,21437,7Current Assets93Inventories93Amounts due from customers for contract works39,541Other receivables, deposits and prepayments2,389Tax Recoverable82Amount due from associate141Deposits place with licensed banks7,946Cash and bank balances6,867GST input tax assets13EQUITY AND LIABILITIES121,243Equity Attributable To Owner Of The ParentShare premium7,713Accumulated losses(15,707)Share premium7,713Accumulated losses2,615Non-Controlling Interests2,615Loans and borrowing1,523Deferred tax liabilities257Current Liabilities257Amounts due to customers for contract works352			13,750
Current Assets Inventories Amounts due from customers for contract works Trade receivables, deposits and prepayments Tax Recoverable Amount due from associate Deposits place with licensed banks Cash and bank balances GST input tax assets93 37,1 39,541 37,1 32,389 82 141TOTAL ASSETS141 141 141 141EQUITY AND LIABILITIES Equity Attributable To Owner Of The Parent Share capital Reserves Share premium Accumulated losses Share premium Accumulated losses Share premium Accumulated losses Share premium Accumulated losses Share premium Accumulated losses Share fulty7,713 15,707) (16,700) (16,707) <br< td=""><td></td><td></td><td>2,270</td></br<>			2,270
Current Assets Inventories93Amounts due from customers for contract works Trade receivables Other receivables, deposits and prepayments39,541Tax Recoverable24,957Tax Recoverable82Amount due from associate141Deposits place with licensed banks7,946Cash and bank balances6,867GST input tax assets13TOTAL ASSETS121,243EQUITY AND LIABILITIES Equity Attributable To Owner Of The Parent Share capital67,000Reserves7,713Share premium Accumulated losses7,713Non-Controlling Interests2,615Total Equity59,006Snare formium bare of the parentShare premium Controlling Interests2,615Loans and borrowing Deferred tax liabilities1,523Loans and borrowing Deferred tax liabilities1,523Loans and borrowing Deferred tax liabilities1,523Amounts due to customers for contract works352	Goodwill on consolidation		1,010
Inventories 93 Amounts due from customers for contract works 39,541 37,1 Trade receivables, deposits and prepayments 2,389 4,7 Tax Recoverable 82 1 Amount due from associate 141 1 Deposits place with licensed banks 7,946 12,1 Cash and bank balances 6,867 4,0 GST input tax assets 13 - TOTAL ASSETS 121,243 115,5 EQUITY AND LIABILITIES 200 77,8 EQUITY AND LIABILITIES 200 67,00 67,0 Reserves 5 Share premium 7,713 7,7 Accumulated losses (15,707) (16,7 Shareholders' Equity 59,006 57,9 Non-Controlling Interests 2,615 1,9 Total Equity 1,523 1,523 1,52 Non Current Liabilities 2,57 2 Current Liabilities 2,57 2 Current Liabilities 2,57 2		39,214	37,702
Amounts due from customers for contract works39,54137,1Trade receivables24,95719,3Other receivables, deposits and prepayments2,3894,7Tax Recoverable821Amount due from associate1411Deposits place with licensed banks7,94612,1Cash and bank balances6,8674,0GST input tax assets13-TOTAL ASSETS121,243115,5EQUITY AND LIABILITIES121,243115,5Equity Attributable To Owner Of The Parent67,00067,0Share capital67,00067,0Reserves(15,707)(16,7Share holders' Equity59,00657,9Non-Controlling Interests2,6151,9Total Equity61,62159,9Non Current Liabilities2572Loans and borrowing1,5231,2Deferred tax liabilities2572Amounts due to customers for contract works3523	Current Assets		
Trade receivables24,95719,3Other receivables, deposits and prepayments2,3894,7Tax Recoverable821Amount due from associate1411Deposits place with licensed banks7,94612,1Cash and bank balances6,8674,0GST input tax assets13-TOTAL ASSETSEQUITY AND LIABILITIESEquity Attributable To Owner Of The ParentShare premium7,7137,7Accumulated losses(15,707)(16,7Shareholders' Equity59,00657,9Non-Controlling Interests2,6151,9Loans and borrowing1,5231,2Deferred tax liabilities2572Amounts due to customers for contract works3523	Inventories	93	89
Other receivables, deposits and prepayments2,3894,7Tax Recoverable821Amount due from associate1411Deposits place with licensed banks7,94612,1Cash and bank balances6,8674,0GST input tax assets13-TOTAL ASSETS121,243115,5EQUITY AND LIABILITIES82,02977,6Equity Attributable To Owner Of The Parent67,00067,00Share premium7,7137,7Accumulated losses(15,707)(16,7Shareholders' Equity59,00657,9Non-Controlling Interests2,6151,9Loans and borrowing1,5231,2Deferred tax liabilities2572Amounts due to customers for contract works3523	Amounts due from customers for contract works	39,541	37,132
Tax Recoverable82Amount due from associate141Deposits place with licensed banks7,946Cash and bank balances6,867GST input tax assets13TOTAL ASSETS121,243EQUITY AND LIABILITIES121,243Equity Attributable To Owner Of The ParentShare capital67,000Reserves7,713Share premium7,713Accumulated losses(15,707)Shareholders' Equity59,006Non-Controlling Interests2,615Total Equity61,621Loans and borrowing1,523Deferred tax liabilities257Amounts due to customers for contract works352Amounts due to customers for contract works352	Trade receivables	24,957	19,325
Amount due from associate141Deposits place with licensed banks7,946Cash and bank balances6,867GST input tax assets13TOTAL ASSETS121,243EQUITY AND LIABILITIES121,243Equity Attributable To Owner Of The ParentShare capital67,000Reserves(15,707)Share premium7,713Accumulated losses(15,707)Non-Controlling Interests2,615Total Equity59,006Non Current Liabilities257Loans and borrowing1,523Deferred tax liabilities257Amounts due to customers for contract works352Stare352		2,389	4,715
Deposits place with licensed banks Cash and bank balances GST input tax assets7,946 6,867 4,0 13TOTAL ASSETS13EQUITY AND LIABILITIES Equity Attributable To Owner Of The Parent Share capital Reserves Share premium Accumulated losses67,000 67,00Reserves Shareholders' Equity7,713 59,006Non-Controlling Interests Loans and borrowing Deferred tax liabilities Amounts due to customers for contract works1,523 352		-	145
Cash and bank balances GST input tax assets6,867 134,0 13TOTAL ASSETS121,243115,5EQUITY AND LIABILITIES Equity Attributable To Owner Of The Parent Share capital Reserves 			141
GST input tax assets13TOTAL ASSETS82,029TOTAL ASSETS121,243EQUITY AND LIABILITIES Equity Attributable To Owner Of The Parent Share capital Reserves Share premium Accumulated losses67,000Reserves Shareholders' Equity7,713Shareholders' Equity59,006Son-Controlling Interests Loans and borrowing Deferred tax liabilities2,615Non Current Liabilities Loans and borrowing Deferred tax liabilities1,523Current Liabilities Amounts due to customers for contract works352			12,187 4,092
82,02977,8TOTAL ASSETS121,243115,5EQUITY AND LIABILITIES Equity Attributable To Owner Of The Parent Share capital Reserves 			4,092
TOTAL ASSETSI 21,243121,243121,2431115,5EQUITY AND LIABILITIES Equity Attributable To Owner Of The Parent Share capital Reserves Share premium Accumulated lossesShare premium Accumulated losses7,7137,7137,7Accumulated losses(15,707)Shareholders' Equity59,006Shareholders' Equity59,006Non-Controlling Interests2,615Total Equity61,621Non Current Liabilities Loans and borrowing Deferred tax liabilities1,523Loans and borrowing Deferred tax liabilities1,523Amounts due to customers for contract works352352352			77,826
EQUITY AND LIABILITIES Equity Attributable To Owner Of The ParentShare capital Reserves Share premium Accumulated losses67,0007,713<		,	
Equity Attributable To Owner Of The Parent Share capital67,000Reserves67,000Share premium Accumulated losses7,713Accumulated losses(15,707)Shareholders' Equity59,006Shareholders' Equity59,006Non-Controlling Interests2,615Total Equity61,621Non Current Liabilities Deferred tax liabilities1,523Accurrent Liabilities Amounts due to customers for contract works352	TOTAL ASSETS	121,243	115,528
Share capital67,00067,000Reserves7,7137,7Share premium7,7137,7Accumulated losses(15,707)(16,7Shareholders' Equity59,00657,9Non-Controlling Interests2,6151,9Total Equity61,62159,9Non Current Liabilities2,572Loans and borrowing1,5231,2Deferred tax liabilities2572Amounts due to customers for contract works3523			
Accumulated losses(15,707)(16,7Shareholders' Equity59,00657,9Non-Controlling Interests2,6151,9Total Equity61,62159,9Non Current Liabilities1,5231,2Loans and borrowing1,5231,2Deferred tax liabilities2572Current Liabilities3523	Share capital	67,000	67,000
Shareholders' Equity59,00657,9Non-Controlling Interests2,6151,9Total Equity61,62159,9Non Current Liabilities1,5231,2Loans and borrowing1,5231,2Deferred tax liabilities2572Current Liabilities3523	Share premium	7,713	7,713
Non-Controlling Interests2,6151,9Total Equity61,62159,9Non Current Liabilities1,5231,2Loans and borrowing1,5231,2Deferred tax liabilities2572Current Liabilities3523	Accumulated losses	(15,707)	(16,727)
Total Equity61,62159,9Non Current Liabilities1,5231,2Loans and borrowing1,5231,2Deferred tax liabilities2572Current Liabilities3523	Shareholders' Equity	59,006	57,986
Total Equity61,62159,9Non Current Liabilities1,5231,2Loans and borrowing1,5231,2Deferred tax liabilities2572Current Liabilities3523	Non-Controlling Interests	2,615	1,930
Loans and borrowing1,5231,2Deferred tax liabilities2572Current Liabilities3523	Total Equity	61,621	59,916
Loans and borrowing1,5231,2Deferred tax liabilities2572Current Liabilities3523			
Deferred tax liabilities2572Current Liabilities Amounts due to customers for contract works3523		4 500	4 000
Current Liabilities Amounts due to customers for contract works 352 3	u		1,286 248
Amounts due to customers for contract works 352 3	Deletted tax habilities	257	240
	Current Liabilities		
Trade payables 15,559 11,5			344
			11,502
			41,231
		-	197
	5		451 353
GST output tax liabilites 88			303
			54,078
	Total Liabilities		55,612
TOTAL EQUITY AND LIABILITIES 121,243 115,5	TOTAL EQUITY AND LIABILITIES	121,243	115,528
Net assets per share attributable to	Net assets per chare attributable to	-	-
		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.)

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MERGE ENERGY BHD. (420099-X) QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 APRIL 2015 UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	FIDET O	UARTER	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	17,420	
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 Non-controlling interest	1,020 685	50 235	1,020 685	50 235	
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 Total Comprehensive Income / (Loss)	685	235	685	235	
	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.)

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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

APPENDIX A

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

At 1 February 2015

At 30 April 2015

Total Comprehensive Income for the period

Share	Share	Accumulated		Non Controlling	Total
Capital	Premium	Losses	Total	Interests	Equity
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
67,000	7,713	(16,727)	57,986	1,930	59,916
		1,020	1,020	685	1,705
67,000	7,713	(15,707)	59,006	2,615	61,621
,			,	,	,

Attributable to Equity Holders of the Company

← 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 Adjustments for :	1,840	410
Non-cash items Non-operating items (which are investing / financing)	285 29	217 16
Operating profit before changes in working capital	2,154	643
Changes in working capital : Net changes in current assets Net changes in current liabilities	156 1,740	3,926 (4,329)
Cash (used in) / generated from operations Interest paid Tax paid Zakat	4,050 - (77) -	240 - 29 -
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 Cash and cash equivalents at beginning of financial year	(1,355) 16,168	(49) 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.)