



CHIN WELL HOLDINGS BERHAD

(371551-T)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2014 - UNAUDITED

	Unaudited As at 31.12.14 RM'000	Audited As at 30.06.14 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	157,062	155,221
Investment properties	5,093	5,127
Other investment	156	144
	<u>162,311</u>	<u>160,492</u>
Current assets		
Inventories	229,183	227,064
Trade and other receivables	122,408	118,651
Current tax assets	214	57
Cash and bank balances	72,359	47,934
	<u>424,164</u>	<u>393,706</u>
Non-current asset held for sale	-	2,541
	<u>424,164</u>	<u>396,247</u>
TOTAL ASSETS	<u>586,475</u>	<u>556,739</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	136,267	136,267
Reserves	260,789	242,917
	<u>397,056</u>	<u>379,184</u>
Non-controlling interest	73,571	60,420
Total equity	<u>470,627</u>	<u>439,604</u>
Non-current liabilities		
Provision for retirement benefits	16	921
Deferred tax liabilities	8,663	8,717
	<u>8,679</u>	<u>9,638</u>
Current liabilities		
Trade and other payables	26,973	30,723
Provision for retirement benefits	913	916
Borrowings	78,531	73,138
Current tax liabilities	752	2,720
	<u>107,169</u>	<u>107,497</u>
Total liabilities	<u>115,848</u>	<u>117,135</u>
TOTAL EQUITY AND LIABILITIES	<u>586,475</u>	<u>556,739</u>
Net assets per share attributable to owners of the Company (RM)	1.46	1.39

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited Financial Statements for the financial year ended 30 June 2014. The accompanying notes are an integral part of these interim financial statements.



CHIN WELL HOLDINGS BERHAD

(371551-T)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE 6 MONTHS PERIOD ENDED 31 DEC 2014 - UNAUDITED

	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	31.12.14 RM'000	31.12.13 RM'000	31.12.14 RM'000	31.12.13 RM'000
Revenue	125,735	119,866	253,252	226,191
Cost of sales	<u>(105,772)</u>	<u>(102,208)</u>	<u>(210,135)</u>	<u>(192,838)</u>
Gross profit	19,963	17,658	43,117	33,353
Other income	2,131	1,479	2,622	2,991
Administrative expenses	(4,318)	(3,027)	(8,241)	(6,931)
Selling and distribution expenses	<u>(4,210)</u>	<u>(5,052)</u>	<u>(8,697)</u>	<u>(8,893)</u>
Operating profit	13,566	11,058	28,801	20,520
Finance costs	(261)	(269)	(494)	(592)
Share of loss of an associate	<u>-</u>	<u>(321)</u>	<u>-</u>	<u>(428)</u>
Profit before tax	13,305	10,468	28,307	19,500
Tax expense	<u>(1,891)</u>	<u>(1,980)</u>	<u>(3,393)</u>	<u>(3,847)</u>
Profit for the period	11,414	8,488	24,914	15,653
Other comprehensive income, net of tax				
Item that will be reclassified subsequently to profit or loss				
Foreign currency translation differences for foreign operations	<u>9,558</u>	<u>923</u>	<u>13,822</u>	<u>5,438</u>
Total comprehensive income for the period	<u>20,972</u>	<u>9,411</u>	<u>38,736</u>	<u>21,091</u>

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's audited Financial Statements for the financial year ended 30 June 2014. The accompanying notes are an integral part of these interim financial statements.



CHIN WELL HOLDINGS BERHAD

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CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE 6 MONTHS PERIOD ENDED 31 DEC 2014 - UNAUDITED (CONT'D)

	Individual Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	31.12.14	31.12.13	31.12.14	31.12.13
	RM'000	RM'000	RM'000	RM'000
Profit attributable to:				
Owners of the Company	8,340	7,030	17,290	13,251
Non-controlling interest	<u>3,074</u>	<u>1,458</u>	<u>7,624</u>	<u>2,402</u>
	<u>11,414</u>	<u>8,488</u>	<u>24,914</u>	<u>15,653</u>
Total comprehensive income attributable to:				
Owners of the Company	14,076	7,584	25,585	16,514
Non-controlling interest	<u>6,896</u>	<u>1,827</u>	<u>13,151</u>	<u>4,577</u>
	<u>20,972</u>	<u>9,411</u>	<u>38,736</u>	<u>21,091</u>
Earnings per share attributable to owners of the Company (sen)				
- Basic/ Diluted	<u>3.06</u>	<u>2.58</u>	<u>6.34</u>	<u>4.86</u>

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Group's audited Financial Statements for the financial year ended 30 June 2014. The accompanying notes are an integral part of these interim financial statements.



CHIN WELL HOLDINGS BERHAD

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE 6 MONTHS PERIOD ENDED 31 DEC 2014 - UNAUDITED

	----- Attributable to Owners of the Company -----						
	-- Non-distributable --		Distributable				
	Share Capital RM'000	Share Premium RM'000	Foreign Translation Reserve RM'000	Retained Profits RM'000	Total RM'000	Non-controlling Interest RM'000	Total Equity RM'000
At 1 July 2014	136,267	2,513	1,348	239,056	379,184	60,420	439,604
Foreign exchange differences on translation	-	-	8,295	-	8,295	5,527	13,822
Profit for the period	-	-	-	17,290	17,290	7,624	24,914
Total comprehensive income for the period	-	-	8,295	17,290	25,585	13,151	38,736
Transaction with owners:							
Dividend	-	-	-	(7,713)	(7,713)	-	(7,713)
At 31 Dec 2014	<u>136,267</u>	<u>2,513</u>	<u>9,643</u>	<u>248,633</u>	<u>397,056</u>	<u>73,571</u>	<u>470,627</u>
At 1 July 2013	136,267	2,513	783	214,112	353,675	51,309	404,984
Foreign exchange differences on translation	-	-	3,263	-	3,263	2,175	5,438
Profit for the period	-	-	-	13,251	13,251	2,402	15,653
Total comprehensive income for the period	-	-	3,263	13,251	16,514	4,577	21,091
Transaction with owners:							
Dividend	-	-	-	(5,451)	(5,451)	-	(5,451)
At 31 Dec 2013	<u>136,267</u>	<u>2,513</u>	<u>4,046</u>	<u>221,912</u>	<u>364,738</u>	<u>55,886</u>	<u>420,624</u>

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Group's audited Financial Statements for the financial year ended 30 June 2014. The accompanying notes are an integral part of these interim financial statements.



CHIN WELL HOLDINGS BERHAD

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE 6 MONTHS PERIOD ENDED 31 DEC 2014 - UNAUDITED

	31.12.14 RM'000	ok 31.12.13 RM'000
Cash flows from operating activities		
Profit before tax	28,307	19,500
Adjustments for:		
Bad debts	10	-
Depreciation	8,656	8,701
Gain on disposal of property, plant and equipment	(48)	-
Impairment loss on receivables charged/(reversed)	146	(126)
Interest expense	494	592
Interest income	(464)	(263)
Share of loss of an associate	-	428
Unrealised gain on foreign exchange	(348)	(918)
Operating profit before working capital changes	36,753	27,914
Decrease in inventories	4,492	17,807
Decrease/(Increase) in receivables	1,836	(7,343)
Decrease in payables	(5,130)	(3,909)
Cash from operations	37,951	34,469
Interest paid	(494)	(592)
Income tax paid	(5,614)	(3,704)
Retirement benefits paid	(908)	(940)
Net cash from operating activities	30,935	29,233
Cash flows from investing activities		
Interest received	464	263
Proceeds from disposal of non-current asset held for sale	2,541	-
Proceeds from disposal of property, plant and equipment	48	-
Purchase of property, plant and equipment	(4,207)	(1,321)
Net cash used in investing activities	(1,154)	(1,058)
Cash flows from financing activities		
Dividend paid	(7,713)	(5,451)
Net change in borrowings	550	(21,212)
	(7,163)	(26,663)
Net increase in cash and bank balances	22,618	1,512
Effect of changes in exchange rate on cash and bank balances	1,807	153
Cash and bank balances at beginning	47,934	30,703
Cash and bank balances at end	72,359	32,368

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's audited Financial Statements for the financial year ended 30 June 2014. The accompanying notes are an integral part of these interim financial statements.



CHIN WELL HOLDINGS BERHAD

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Part A - Explanatory Notes Pursuant To MFRS 134

A1. Basis of Preparation

The condensed consolidated interim financial statements ("Report") have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The audited financial statements of the Group for the financial year ended 30 June 2014 were prepared in accordance with MFRS. The significant accounting policies adopted in preparing this Report are consistent with those of the audited financial statements for the financial year ended 30 June 2014.

A2. Significant Accounting Policies

A2.1 Adoption of MFRSs, amendments to MFRSs and IC Interpretations ("IC Int")

The following MFRSs, amendments to MFRSs and IC Interpretations have come into effect during the current financial year:

MFRSs, Amendments to MFRSs and IC Int		Effective date
IC Int 21	Levies	01/01/2014
Amendments to MFRS 10, 12 and 127	Consolidated Financial Statements, Disclosure of Interests in Other Entities and Separate Financial Statements: Investment Entities	01/01/2014
Amendments to MFRS 132	Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities	01/01/2014
Amendments to MFRS 136	Recoverable Amount Disclosure for Non-Financial Assets	01/01/2014
Amendments to MFRS 139	Novation of Derivatives and Continuation Hedge Accounting	01/01/2014
Amendments to MFRS 119	Defined Benefit Plans: Employee Contributions	01/07/2014
Amendments to MFRS Annual improvements to MFRS 2010-2012 Cycle		01/07/2014
Amendments to MFRS Annual improvements to MFRS 2011-2013 Cycle		01/07/2014

The initial application of the above standards does not have any financial impacts to the Group's financial statements.

A2.2 Standards issued but not yet effective

At the date of authorisation of this Report, the following MFRSs, Amendments to MFRSs and IC Int were issued but not yet effective and have not been early applied by the Group:

MFRSs, Amendments to MFRSs and IC Int		Effective date
MFRS 14	Regulatory Deferral Accounts	01/01/2016
Amendments to MFRS 10, MFRS 12 and MFRS 128	Investment Entities: Applying the Consolidation Exception	01/01/2016
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	01/01/2016
Amendments to MFRS 11	Accounting for Acquisitions of Interests in Joint Operations	01/01/2016
Amendments to MFRS 101	Disclosure Initiative	01/01/2016
Amendments to MFRS 116 and MFRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation	01/01/2016
Amendments to MFRS 116 and MFRS 141	Agriculture: Bearer Plants	01/01/2016
Amendments to MFRS 127	Equity Method in Separate Financial Statements	01/01/2016
Amendments to MFRS Annual improvements to MFRS 2012-2014 Cycle		01/01/2016
MFRS 15	Revenue from Contracts With Customers	01/01/2017
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in July 2014)	01/01/2018
Amendments to MFRS 7	Mandatory Date of MFRS 9 and Transition Disclosures	01/01/2018

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A3. Audit Report of Preceding Annual Financial Statements

The auditors' report of the Group's most recent annual audited financial statements for the financial year ended 30 June 2014 was not subject to any qualification.

A4. Seasonal or Cyclical Factors

The business of the Group was not affected by seasonal or cyclical factors. Factors such as world economic growth might have implication on the Group's revenues.

A5. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period under review.

A6. Changes in Estimates

There were no changes in estimates of amounts reported in the prior financial year that have a material effect in the financial period under review.

A7. Debt and Equity Securities

There were no issuance, cancellation, repurchases, resale and repayment of debt and equity securities during the current financial

A8. Dividend Paid

The following dividends were paid during the current reporting period and previous corresponding period:

	Financial Period ended 31.12.14 RM
Second interim single tier dividend paid on 21 Oct 2014 for the year ended 30 June 2014 - 2.83 sen per ordinary share	<u>7,712,689</u>
	Financial Period ended 31.12.13 RM
Second interim tax exempted dividend paid on 22 Oct 2013 for the year ended 30 June 2013 - 2.0 sen per ordinary share	<u>5,450,663</u>

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A9. Segment Information

Segment information is presented in respect of the Group's business segments. Inter-segment pricing is determined based on negotiated basis.

(i) Analysis by business segments

	Fastener Products RM'000	Wire Products RM'000	Investment Holding RM'000	Elimination/ Adjustment RM'000	Group RM'000
6 months ended 31 Dec 2014					
Revenue					
External revenue	214,797	38,455	-	-	253,252
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>214,797</u>	<u>38,455</u>	<u>-</u>	<u>-</u>	<u>253,252</u>
Results					
Segment profit/(loss)	34,951	2,158	(116)	-	36,993
Finance costs	(392)	(102)	-	-	(494)
Interest income	357	107	-	-	464
Depreciation	(7,462)	(1,194)	-	-	(8,656)
Profit/(Loss) before tax	<u>27,454</u>	<u>969</u>	<u>(116)</u>	<u>-</u>	<u>28,307</u>
Segment assets	<u>507,796</u>	<u>81,619</u>	<u>216,458</u>	<u>(219,398)</u>	<u>586,475</u>
Segment liabilities	<u>96,776</u>	<u>19,037</u>	<u>35</u>	<u>-</u>	<u>115,848</u>

	Fastener Products RM'000	Wire Products RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000
6 months ended 31 Dec 2013					
Revenue					
External revenue	189,190	37,001	-	-	226,191
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>189,190</u>	<u>37,001</u>	<u>-</u>	<u>-</u>	<u>226,191</u>
Results					
Segment profit/(loss)	28,243	843	(128)	-	28,958
Finance costs	(484)	(108)	-	-	(592)
Interest income	196	67	-	-	263
Depreciation	(7,584)	(1,117)	-	-	(8,701)
Share of loss of an associate	(428)	-	-	-	(428)
Profit/(Loss) before tax	<u>19,943</u>	<u>(315)</u>	<u>(128)</u>	<u>-</u>	<u>19,500</u>
Segment assets	<u>461,589</u>	<u>77,992</u>	<u>217,347</u>	<u>(215,592)</u>	<u>541,336</u>
Segment liabilities	<u>102,653</u>	<u>18,058</u>	<u>1</u>	<u>-</u>	<u>120,712</u>

(ii) Analysis by geographical segments

	Revenue		Non-current Assets*	
	6 months		6 months	
	ended 31.12.14 RM'000	ended 31.12.13 RM'000	ended 31.12.14 RM'000	ended 31.12.13 RM'000
Malaysia	44,227	57,405	82,785	87,627
Vietnam	9,829	4,989	79,370	81,697
Other Asian countries	18,780	19,006	-	-
European countries	151,861	126,730	-	-
Others	28,555	18,061	-	-
	<u>253,252</u>	<u>226,191</u>	<u>162,155</u>	<u>169,324</u>

* Non-current assets information presented excludes financial assets.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A10. Valuations of Property, Plant and Equipment

There were no changes in the valuation of property, plant and equipment since the last audited financial statements for the financial year ended 30 June 2014.

A11. Event Subsequent to the End of the Reporting Period

Save as disclosed below, there were no other material events subsequent to the end of the current reporting period:

On 5 November 2014, the Company entered into a conditional share sale and purchase agreement for the proposed acquisition of two ordinary shares of USD1.00 each in Asia Angel Holdings Limited (Asia Angel), representing 100% of the issued and paid up share capital of Asia Angel for a purchase consideration of RM47.46 million to be fully satisfied via a combination of the issuance of 27,000,000 ordinary shares of RM0.50 each in the Company at an issue price of RM1.45 per share with the remaining balance via cash amounting to RM8.31million.

The approval from Bursa for the listing of share consideration was obtained on 16 January 2015. The precedent conditions as stated in the Share Purchase Agreement of the acquisition was fulfilled on the 29 January 2015 and the consideration shares were listed on 4 February 2015.

Upon completion of the acquisition on 29 January 2015, Asia Angel which holds the remaining 40% equity interest in Chin Well Fasteners (Vietnam) Co. Ltd (CW Vietnam), became a wholly-owned subsidiary of the Company, thus allowing the Company to ultimately recognise 100% profit of CW Vietnam. As such, the acquisition is expected to contribute positively to the future earnings of Chin Well Group.

A12. Contingencies

There were no contingent assets or contingent liabilities since the end of the last annual reporting period.

A13. Changes in Group's Composition

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

A14. Capital Commitments

The Group has no major capital commitments as at the end of the reporting period.

Part B - Explanatory Notes Pursuant To Appendix 9B Of The Listing Requirements Of Bursa Malaysia Securities Berhad

B1. Performance Analysis of all Operating Segments

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>3 months ended</u>		<u>6 months ended</u>	
	<u>31.12.14</u>	<u>31.12.13</u>	<u>31.12.14</u>	<u>31.12.13</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
<u>Revenue - Business Segments</u>				
-- Fasteners Products	108,365	101,898	214,797	189,190
-- Wire Products	17,370	17,968	38,455	37,001
	<u>125,735</u>	<u>119,866</u>	<u>253,252</u>	<u>226,191</u>
	-	-	-	-
<u>Profit/ (Loss) before tax</u>				
-- Fasteners Products	12,839	10,390	27,454	19,943
-- Wire Products	557	178	969	(315)
-- Investment Holding	(91)	(100)	(116)	(128)
	<u>13,305</u>	<u>10,468</u>	<u>28,307</u>	<u>19,500</u>
	-	-	-	-

Individual Quarter

During the current quarter under review, the Group recorded total revenue and total profit before tax of RM125.73 million and RM13.31 million respectively.

Fasteners Products

Fasteners Products posted a revenue of RM108.36 million and profit before tax of RM12.84 million, representing an increase of 6.35% and 23.57% respectively in the current reporting quarter as compared to the preceding year corresponding quarter. The increase in revenue mainly contributed by the subsidiary in Vietnam with higher export to European countries as well as United States. In tandem with the higher revenue, efficiency achieved from the economy of scale and product mix with better margin had also generated higher profit before tax in this division.

Wire Products

Wire Products recorded a revenue of RM17.37 million, a slight drop of 3.33% in the current quarter as compared to the preceding year corresponding quarter. However, the introduction of its new product, panel fence into the market with better margin and the effectiveness of the continuous cost control measure had improved the profit before tax from RM178k to RM557k in the current quarter.

Cumulative Quarter

The Group recorded a total revenue of RM 253.25 million and profit before tax of RM 28.31 million in the current financial year. Higher revenue has resulted in a higher profit before tax during the year under review, with an increase of approximately 45.16% from RM19.50 million to RM28.31million.

Fasteners Products

In the current financial year, the total revenue of Fasteners Products increased by 13.54% to RM214.80 million, whilst its profit before tax improved by RM7.51 million to RM27.45 million. The revenue in our Vietnam subsidiary had increased significantly with higher export to European countries and United States. Product mix with better margin had also contributed to a more favourable results for the reporting period to date.

Wire Product

Wire Product division recorded a revenue of RM38.46 million and profit before tax of RM969k in the current year to date. Better profit margin was registered in the current financial year to date mainly contributed by the more stable selling price in the local market, coupled with the introduction of its new product, panel fence with better margin into the market which had improved the overall performance for the first half of the financial year 2015.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

B2. Variation of Results Against Preceding Quarter

	3 months ended 31.12.14 RM'000	3 months ended 30.09.14 RM'000
<u>Revenue - Business Segments</u>		
-- Fasteners Products	108,365	106,432
-- Wire Products	17,370	21,085
	125,735	127,517
<u>Profit/ (Loss) before tax</u>		
-- Fasteners Products	12,839	14,615
-- Wire Products	557	412
-- Investment Holding	(91)	(25)
	13,305	15,002

The Group achieved a total revenue of RM125.74 million and profit before tax of RM13.31 million in the current quarter under

Fasteners Products

In general, the Fasteners Products recorded a marginal increase of 1.82% in its total revenue in the current quarter as compared to the immediate preceding quarter. However, production of the products mix with lower production yield in the Vietnam subsidiary had lower down its margin and ultimately the profit before tax of the division for the quarter under review has dropped to RM12.84 million as compared to the immediate preceding quarter of RM14.62 million.

Wire Products

Wire Products division recorded a revenue of RM17.37 million and profit before tax of RM557k in current quarter. Despite the lower revenue, the profit before tax has increased by RM145k due to lower foreign exchange loss was recognised in the current quarter.

B3. Prospects

The outlook for global political and economic condition is uncertain and the Group will continue with ongoing efforts to raise operational efficiency and productivity so as to further enhance its competitive edge in this challenging market environment.

The Group intends to expand its Do-It-Yourself (DIY) retailer distribution network which will generate higher margin to the Group. Barring any unforeseen circumstances, the Group anticipates satisfactory performance and growth in the remaining quarters of the financial year.

B4. Profit Forecast

There was no profit forecast made in any public document.

B5. Profit For The Period

Included in profit for the period are as follows:

	Current quarter RM'000	Current Year To date RM'000
Depreciation	4,348	8,656
Impairment loss on receivables	106	146
Interest expense	261	494
Interest income	(257)	(464)
Gain on disposal of property, plant and equipment	-	(48)
Unrealised loss on foreign exchange	(1,211)	(348)
Realised gain on foreign exchange	(168)	(647)

Other than the above items, there were no gain or loss on disposal of quoted or unquoted investments or properties, write off of inventories, gain or loss on derivatives as well as other exceptional items.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

B6. Tax Expense

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>3 months ended</u>		<u>6 months ended</u>	
	<u>31.12.14</u>	<u>31.12.13</u>	<u>31.12.14</u>	<u>31.12.13</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Malaysian income tax				
- Current tax	(1,951)	(2,380)	(3,447)	(4,247)
- Deferred tax liabilities	60	400	54	400
	<u>(1,891)</u>	<u>(1,980)</u>	<u>(3,393)</u>	<u>(3,847)</u>

The Group's effective tax rate for the current quarter under review is lower than the Malaysian statutory tax rate of 25%. This is mainly due to the lower tax rate enjoyed by our Vietnam subsidiary.

B7. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this report. The acquisition of Asia Angel Holdings Limited by the Company as disclosed in Note A11 was completed on 29 January 2015. Please refer to the Company's announcement dated 4 February 2015 for further details.

B8. Borrowings and Debt Securities

The Group's borrowings as at 31 December 2014 were as follows:

	Denominated in USD RM'000	Denominated in RM RM'000	Total RM'000
Secured:			
Short term			
Onshore foreign currency loans	<u>78,531</u>	<u>-</u>	<u>78,531</u>

B9. Material Litigation

There was no material litigation during the financial period under review.

B10. Proposed Dividend

a. Dividend declared during the current reporting quarter and the corresponding quarter:

	Current Quarter	Corresponding Quarter
Interim dividend for the financial year	30.6.2015	30.6.2014
Declared and approved on	26.2.2015	20.2.2014
Entitlement date	31.3.2015	24.3.2014
Payment date	24.4.2015	21.4.2014
Dividend per share	2 sen	2 sen
Dividend %	4% (Single tier)	4% (Single tier)
Net dividend payable	RM5,990,663	RM 5,450,663

b. The Company had paid the total dividend of RM13.16 million in respect of FY2014, translating to 36.72% of the Group's net profit in FY2014 and constituting less than the Company's 40% dividend policy.

The total dividend of 2 sen per ordinary share declared for the current financial year ending 30 June 2015 is inclusive of the shortfall in dividend payout in respect of FY2014.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

B11. Earnings Per Share

(i) Basic earnings per share

The basic earnings per share has been calculated based on the Group's profit after tax attributable to owners of the Company divided by the weighted average number of ordinary shares in issue during the year.

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>3 months ended</u>		<u>6 months ended</u>	
	<u>31.12.14</u>	<u>31.12.13</u>	<u>31.12.14</u>	<u>31.12.13</u>
Profit after tax				
Attributable to owners of the Company (RM'000)	8,340	7,030	17,290	13,251
Weighted average number of ordinary shares of RM0.50 each ('000)	272,533	272,533	272,533	272,533
Basic Earnings Per Share (sen)	3.06	2.58	6.34	4.86

(ii) Diluted Earnings Per Share

Diluted Earnings Per Share (sen)	3.06	2.58	6.34	4.86
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There is no diluted earnings per share as the Company does not have any convertible financial instruments as at the reporting date.

B12. Realised and Unrealised Profits Disclosure

	(Audited)	
	As at	As at
	31.12.14	30.6.14
	RM'000	RM'000
Total retained profits of the Company and of its subsidiaries:		
- Realised	353,794	336,123
- Unrealised	(8,315)	(7,859)
	345,479	328,264
Total share of accumulated losses of an associate	-	(1,268)
Less: Consolidation adjustments	(96,846)	(87,940)
Total retained profits	248,633	239,056