



# CHIN WELL HOLDINGS BERHAD

(371551-T)

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2015 - UNAUDITED

	Unaudited As at 30.06.15 RM'000	Audited As at 30.06.14 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	160,674	155,221
Investment properties	5,060	5,127
Other investment	165	144
	<u>165,899</u>	<u>160,492</u>
<b>Current assets</b>		
Inventories	213,279	227,064
Trade and other receivables	129,555	118,651
Derivative financial assets	278	-
Current tax assets	7,376	57
Cash and bank balances	55,164	47,934
	<u>405,652</u>	<u>393,706</u>
Non-current asset held for sale	-	2,541
	<u>405,652</u>	<u>396,247</u>
<b>TOTAL ASSETS</b>	<b><u>571,551</u></b>	<b><u>556,739</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	149,767	136,267
Reserves	298,231	242,917
	<u>447,998</u>	<u>379,184</u>
Non-controlling interest	-	60,420
<b>Total equity</b>	<b><u>447,998</u></b>	<b><u>439,604</u></b>
<b>Non-current liabilities</b>		
Provision for retirement benefits	-	921
Other payable	19,261	-
Deferred tax liabilities	8,788	8,717
	<u>28,049</u>	<u>9,638</u>
<b>Current liabilities</b>		
Trade and other payables	40,546	30,723
Provision for retirement benefits	914	916
Borrowings	53,011	73,138
Current tax liabilities	1,033	2,720
	<u>95,504</u>	<u>107,497</u>
<b>Total liabilities</b>	<b><u>123,553</u></b>	<b><u>117,135</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>571,551</u></b>	<b><u>556,739</u></b>
Net assets per share attributable to owners of the Company (RM)	1.50	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 12 MONTHS PERIOD ENDED 30 JUNE 2015 - UNAUDITED

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.06.15 RM'000	30.06.14 RM'000	Unaudited 30.06.15 RM'000	Audited 30.06.14 RM'000
Revenue	129,497	128,387	502,384	485,341
Cost of sales	<u>(108,157)</u>	<u>(96,578)</u>	<u>(415,574)</u>	<u>(398,697)</u>
<b>Gross profit</b>	21,340	31,809	86,810	86,644
Other income	1,913	2,607	6,911	5,764
Administrative expenses	(5,221)	(5,473)	(18,868)	(16,997)
Selling and distribution expenses	<u>(3,563)</u>	<u>(4,816)</u>	<u>(16,888)</u>	<u>(18,905)</u>
<b>Operating profit</b>	14,469	24,127	57,965	56,506
Finance costs	(131)	(334)	(834)	(1,200)
Share of loss of an associate	<u>-</u>	<u>-</u>	<u>-</u>	<u>(709)</u>
<b>Profit before tax</b>	14,338	23,793	57,131	54,597
Tax expense	<u>(1,842)</u>	<u>(3,722)</u>	<u>(7,677)</u>	<u>(9,962)</u>
<b>Profit for the period/year</b>	12,496	20,071	49,454	44,635
<b>Other comprehensive income, net of tax</b>				
<b>Item that will be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences for foreign operations	<u>2,407</u>	<u>(4,072)</u>	<u>29,713</u>	<u>887</u>
<b>Total comprehensive income for the period/year</b>	<u>14,903</u>	<u>15,999</u>	<u>79,167</u>	<u>45,522</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

(371551-T)

## CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE 12 MONTHS PERIOD ENDED 30 JUNE 2015 - UNAUDITED (CONT'D)

	Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
	30.06.15 RM'000	30.06.14 RM'000	Unaudited 30.06.15 RM'000	Audited 30.06.14 RM'000
<b>Profit attributable to:</b>				
Owners of the Company	12,496	15,471	40,736	35,846
Non-controlling interest	-	4,600	8,718	8,789
	<u>12,496</u>	<u>20,071</u>	<u>49,454</u>	<u>44,635</u>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	14,903	13,061	61,277	36,411
Non-controlling interest	-	2,938	17,890	9,111
	<u>14,903</u>	<u>15,999</u>	<u>79,167</u>	<u>45,522</u>
<b>Earnings per share attributable to owners of the Company (sen)</b>				
- Basic/ Diluted	<u>4.41</u>	<u>5.68</u>	<u>14.37</u>	<u>13.15</u>



# CHIN WELL HOLDINGS BERHAD

(371551-T)

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE 12 MONTHS PERIOD ENDED 30 JUNE 2015 - UNAUDITED

	----- Attributable to Owners of the Company -----						Total Equity RM'000
	---- 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	
<b>At 1 July 2014</b>	136,267	2,513	1,348	239,056	379,184	60,420	439,604
Foreign exchange differences on translation	-	-	20,541	-	20,541	9,172	29,713
Profit for the year	-	-	-	40,736	40,736	8,718	49,454
Total comprehensive income for the year	-	-	20,541	40,736	61,277	17,890	79,167
<b>Transaction with owners:</b>							
Dividends	-	-	-	(13,704)	(13,704)	-	(13,704)
Issuance of shares	13,500	25,650	-	-	39,150	-	39,150
Premium paid on acquisition of non-controlling interest	-	-	-	(19,134)	(19,134)	-	(19,134)
Changes in ownership interest in a subsidiary	-	-	1,225	-	1,225	(78,310)	(77,085)
Total transactions with owners	13,500	25,650	1,225	(32,838)	7,537	(78,310)	(70,773)
<b>At 30 June 2015</b>	<b>149,767</b>	<b>28,163</b>	<b>23,114</b>	<b>246,954</b>	<b>447,998</b>	<b>-</b>	<b>447,998</b>
<b>At 1 July 2013</b>	136,267	2,513	783	214,112	353,675	51,309	404,984
Foreign exchange differences on translation	-	-	565	-	565	322	887
Profit for the year	-	-	-	35,846	35,846	8,789	44,635
Total comprehensive income for the year	-	-	565	35,846	36,411	9,111	45,522
<b>Transaction with owners:</b>							
Dividends	-	-	-	(10,902)	(10,902)	-	(10,902)
<b>At 30 June 2014</b>	<b>136,267</b>	<b>2,513</b>	<b>1,348</b>	<b>239,056</b>	<b>379,184</b>	<b>60,420</b>	<b>439,604</b>

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

(371551-T)

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE 12 MONTHS PERIOD ENDED 30 JUNE 2015 - UNAUDITED

	30.06.15 RM'000	30.06.14 RM'000
<b>Cash flows from operating activities</b>		
Profit before tax	57,131	54,597
Adjustments for:		
Bad debts	10	-
Depreciation	18,635	17,420
Fair value gain on derivative financial instruments	(278)	-
Gain on disposal of property, plant and equipment	(73)	(17)
Impairment loss on investment in an associate	-	2,244
Interest expense	834	1,200
Interest income	(1,831)	(542)
Inventories written off	4,505	-
Property, plant and equipment written off	121	116
Provision for retirement benefit	12	40
Reversal of impairment loss on receivables	(53)	(1,148)
Share of loss of an associate	-	709
Unrealised gain on foreign exchange	(1,356)	(858)
Operating profit before working capital changes	77,657	73,761
Decrease in inventories	20,695	9,961
Increase in receivables	(1,558)	(10,539)
Decrease in payables	(17,709)	(9,889)
Cash from operations	79,085	63,294
Interest paid	(834)	(1,200)
Income tax paid	(16,744)	(8,287)
Income tax refund	-	1,132
Retirement benefits paid	(935)	(1,016)
Net cash from operating activities	60,572	53,923
<b>Cash flows from investing activities</b>		
Acquisition of a subsidiary and non-controlling interest	(8,310)	-
Interest received	1,831	542
Proceeds from disposal of non-current asset held for sale	2,541	-
Proceeds from disposal of property, plant and equipment	126	39
Recoupment of investment cost	-	91
Purchase of property, plant and equipment	(12,906)	(8,763)
Net cash used in investing activities	(16,718)	(8,091)
<b>Cash flows from financing activities</b>		
Dividends paid	(13,703)	(10,901)
Net change in borrowings	(25,939)	(17,640)
Net cash used in financing activities	(39,642)	(28,541)
<b>Net increase in cash and bank balances</b>	4,212	17,291
<b>Effect of changes in exchange rate on cash and bank balances</b>	3,018	(60)
<b>Cash and bank balances at beginning</b>	47,934	30,703
<b>Cash and bank balances at end</b>	55,164	47,934

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 Amendments/Improvements to MFRS and IC Interpretations ("IC Int")

The following amendments/improvements to MFRS and IC Interpretations have come into effect during the current financial year:

Amendments/Improvements to MFRS and IC Int		Effective date
IC Int 21	<i>Levies</i>	01/01/2014
Amendments to MFRS 10, 12 and 127	<i>Investment Entities</i>	01/01/2014
Amendments to MFRS 132	<i>Offsetting Financial Assets and Financial Liabilities</i>	01/01/2014
Amendments to MFRS 136	<i>Recoverable Amount Disclosure for Non-Financial Assets</i>	01/01/2014
Amendments to MFRS 139	<i>Novation of Derivatives and Continuation Hedge Accounting</i>	01/01/2014
Amendments to MFRS 119	<i>Defined Benefit Plans: Employee Contributions</i>	01/07/2014
Amendments to MFRS	<i>Annual improvements to MFRS 2010-2012 Cycle</i>	01/07/2014
Amendments to MFRS	<i>Annual improvements to MFRS 2011-2013 Cycle</i>	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 MFRS, Amendments to MFRS and IC Int were issued but not yet effective and have not been early applied by the Group:

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

#### 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.

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

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### 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 year 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 year 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 year, other than the issuance of 27,000,000 ordinary shares of RM0.50 each at an issue price of RM1.45 per ordinary share pursuant to the Share Purchase Agreement as disclosed in **Note A13**.

### A8. Dividends Paid

The following dividends were paid during the current financial year and previous corresponding year:

	Financial year ended 30.6.15 RM
First interim single tier dividend paid on 24 April 2015 for the financial year ended 30 June 2015 - 2.0 sen per ordinary share	5,990,663
Second interim single tier dividend paid on 21 Oct 2014 for the financial year ended 30 June 2014 - 2.83 sen per ordinary share	<u>7,712,689</u>
	<u>13,703,352</u>
	Financial year ended 30.6.14 RM
First interim single tier dividend paid on 21 April 2014 for the financial year ended 30 June 2014 -2.0 sen per ordinary share	5,450,663
Second interim tax exempted dividend paid on 22 Oct 2013 for the financial year ended 30 June 2013 - 2.0 sen per ordinary share	<u>5,450,663</u>
	<u>10,901,326</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**

	<b>Fastener Products RM'000</b>	<b>Wire Products RM'000</b>	<b>Investment Holding RM'000</b>	<b>Elimination/ Adjustment RM'000</b>	<b>Group RM'000</b>
<b>12 months ended 30 June 2015</b>					
<b>Revenue</b>					
External revenue	420,011	82,373	-	-	502,384
Inter-segment revenue	-	9	31,010	(31,019)	-
Total revenue	420,011	82,382	31,010	(31,019)	502,384
<b>Results</b>					
Segment profit/(loss)	70,133	5,298	(662)	-	74,769
Finance costs	(693)	(141)	-	-	(834)
Interest income	912	175	744	-	1,831
Depreciation	(16,239)	(2,396)	-	-	(18,635)
Profit before tax	54,113	2,936	82	-	57,131
<b>Segment assets</b>	485,400	85,613	313,891	(313,353)	571,551
<b>Segment liabilities</b>	67,231	21,794	34,528	-	123,553

	<b>Fastener Products RM'000</b>	<b>Wire Products RM'000</b>	<b>Investment Holding RM'000</b>	<b>Elimination RM'000</b>	<b>Group RM'000</b>
<b>12 months ended 30 June 2014</b>					
<b>Revenue</b>					
External revenue	409,188	76,153	-	-	485,341
Inter-segment revenue	7,044	9,457	11,475,000	(11,491,501)	-
Total revenue	416,232	85,610	11,475,000	(11,491,501)	485,341
<b>Results</b>					
Segment profit/(loss)	69,702	4,118	(436)	-	73,384
Finance costs	(1,005)	(198)	-	3	(1,200)
Interest income	399	146	-	(3)	542
Depreciation	(15,185)	(2,235)	-	-	(17,420)
Share of loss of an associate	(709)	-	-	-	(709)
Profit/(Loss) before tax	53,202	1,831	(436)	-	54,597
<b>Segment assets</b>	469,259	85,753	217,326	(215,599)	556,739
<b>Segment liabilities</b>	93,049	23,858	235	(7)	117,135

**(ii) Analysis by geographical segments**

	<b>Revenue 12 months ended</b>		<b>Non-current Assets* 12 months ended</b>	
	<b>30.06.15 RM'000</b>	<b>30.06.14 RM'000</b>	<b>30.06.15 RM'000</b>	<b>30.06.14 RM'000</b>
Malaysia	110,218	114,565	82,517	84,778
Vietnam	16,257	12,313	83,217	75,569
Other Asian countries	35,924	39,596	-	-
European countries	279,941	280,492	-	-
Others	60,044	38,375	-	-
	502,384	485,341	165,734	160,347

\* Non-current assets information presented excludes financial assets.



**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**

There were no other material events subsequent to the end of the current reporting period.

**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 year under review, other than the following:

On 5 November 2014, the Company entered into a conditional Share Purchase Agreement ("SPA") 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 19 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 4 February 2015, both Asia Angel and Chin Well Fasteners (Vietnam) Co. Ltd, which is 40% owned by Asia Angel, became wholly-owned subsidiaries of the Company.

**A14. Capital Commitments**

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

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**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>	
	3 months ended		12 months ended	
	30.6.15	30.6.14	30.6.15	30.6.14
	RM'000	RM'000	RM'000	RM'000
<u>Revenue - Business Segments</u>				
-- Fasteners Products	111,540	111,218	420,011	409,188
-- Wire Products	17,957	17,169	82,373	76,153
	<u>129,497</u>	<u>128,387</u>	<u>502,384</u>	<u>485,341</u>
	-	-	-	-
<u>Profit/(Loss) before tax</u>				
-- Fasteners Products	14,933	22,323	54,113	53,202
-- Wire Products	(208)	1,699	2,936	1,831
-- Investment Holding	(387)	(229)	82	(436)
	<u>14,338</u>	<u>23,793</u>	<u>57,131</u>	<u>54,597</u>
	-	-	-	-

**Individual Quarter**

During the current quarter under review, the Group recorded total revenue and total profit before tax of RM129.50 million and RM14.34 million respectively.

***Fasteners Products***

Fasteners Products posted a revenue of RM111.54 million and profit before tax of RM14.93 million respectively in the current reporting quarter as compared to the preceding year corresponding quarter. Demand in the European countries continued to slow down in the current quarter and the product mix had generated a lower margin in the current quarter.

***Wire Products***

Wire division recorded a total revenue of RM17.96 million and loss before tax of RM208k in the current quarter as compared to the total revenue of RM17.17 million and profit before tax of RM1.70 million in the preceding year corresponding quarter.

**Cumulative Quarter**

The Group recorded a total revenue of RM 502.38 million and profit before tax of RM 57.13 million in the current reporting period to date. Higher revenue has resulted in a higher profit before tax during the financial year under review, with an increase of approximately 4.64% from RM54.60 million to RM57.13 million.

***Fasteners Products***

In the current financial year, the total revenue of Fasteners Products increased by 2.64% to RM420.01 million. This is mainly generated by our Vietnam subsidiary, whereby its revenue increased as a result of higher demand in the European countries and in the United States during the first half of the financial year. The profit before tax increased marginally from RM53.20million to RM54.11 million in the current financial year.

***Wire Product***

The performance of the Wire Product showed an improvement mainly after the introduction of its new product, panel fence, into the market since the first half of the financial year. The division recorded a total revenue of RM82.37 million and profit before tax of RM2.94 million in the current financial year. In the preceding corresponding financial year, the total revenue and the profit before tax of the division stood at RM76.15 million and RM1.83 million respectively.

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**B2. Variation of Results Against Preceding Quarter**

	<b>3 months ended 30.6.15 RM'000</b>	<b>3 months ended 31.3.15 RM'000</b>
<u>Revenue - Business Segments</u>		
-- Fasteners Products	111,540	93,674
-- Wire Products	17,957	25,961
	<u>129,497</u>	<u>119,635</u>
<u>Profit/(Loss) before tax</u>		
-- Fasteners Products	14,933	11,726
-- Wire Products	(208)	2,175
-- Investment Holding	(387)	585
	<u>14,338</u>	<u>14,486</u>

The Group achieved a total revenue of RM129.50 million and profit before tax of RM14.34 million in the current quarter under review.

**Fasteners Products**

The revenue in Fastener division increased by 19.07% to RM111.54 million in the current quarter as compared to the immediate preceding quarter. Local customers had resumed their orders and the local demand bounced back after the implementation of GST effective 1 April 2015. In line with the higher revenue, the profit before tax of the division had improved by 27% to RM14.93 million in the current quarter as compared to the immediate preceding quarter.

**Wire Products**

Wire Products division recorded a revenue of RM17.96 million and loss before tax of RM208k in current quarter. The loss incurred is due to the lower revenue recorded 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.

Barring any unforeseen circumstances, the Group anticipates satisfactory performance and growth in the next financial year.

**B4. Profit Forecast**

There was no profit forecast made in any public document.

**B5. Profit For The Period/Year**

Included in profit for the period are as follows:

	<b>Current quarter RM'000</b>	<b>Current Year To date RM'000</b>
Depreciation	5,768	18,635
Fair value gain on derivative financial instruments	(278)	(278)
Impairment loss/(reversal) on receivables	174	(53)
Interest expense	131	834
Interest income	(184)	(1,831)
Loss/(Gain) on disposal of property, plant and equipment	53	(73)
Unrealised loss/(gain) on foreign exchange	1,101	(1,356)
Realised loss/(gain) on foreign exchange	(1,180)	199

Other than the above items, there were no gain or loss on disposal of quoted or unquoted investments or properties, write off of inventories; 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>12 months ended</u>	
	<b>30.6.15</b>	<b>30.6.14</b>	<b>30.6.15</b>	<b>30.6.14</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysian income tax				
- Current tax	(1,284)	(3,610)	(7,606)	(10,450)
- Deferred tax liabilities	(558)	(112)	(71)	488
	<u>(1,842)</u>	<u>(3,722)</u>	<u>(7,677)</u>	<u>(9,962)</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 yet completed as at the date of this report. The acquisition of Asia Angel Holdings Limited by the Company had been completed on 29 January 2015 which can be referred to Bursa's announcement dated 4 February 2015 for further details.

**B8. Borrowings and Debt Securities**

The Group's borrowings as at 30 June 2015 were as follows:

	<b>Denominated in USD RM'000</b>	<b>Denominated in RM RM'000</b>	<b>Total RM'000</b>
<b>Secured:</b>			
<b>Short term</b>			
Onshore foreign currency loans	<u>53,011</u>	<u>-</u>	<u>53,011</u>

**B9. Material Litigation**

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

**B10. Proposed Dividend**

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

	<b>Current Quarter</b>	<b>Corresponding Quarter</b>
Interim dividend for the financial year	30.6.2015	30.6.2014
Declared and approved on	27.8.2015	21.8.2014
Entitlement date	30.10.2015	25.9.2014
Payment date	23.11.2015	21.10.2014
Dividend per share	3.84 sen	2.83 sen
Dividend % (Single Tier)	7.68%	5.66%
Net dividend payable	RM11,502,074	RM7,712,689

**b. The total dividend declared for the current financial year ended 30 June 2015 is 5.84 sen (single tier) per ordinary share. This is inclusive of the shortfall in dividend payout in respect of FY2014.**

In respect of FY 2014, the Company has paid a total dividend of RM13.16 million, translating to 36.72% of the Group's net profit in FY2014 and constituting less than the Company's 40% dividend policy.

**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.

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>30.6.15</b>	<b>30.6.14</b>	<b>30.6.15</b>	<b>30.6.14</b>
Profit after tax				
Attributable to owners of the Company (RM'000)	12,496	15,471	40,736	35,846
Weighted average number of ordinary shares of RM0.50 each ('000)	283,407	272,533	283,407	272,533
Basic Earnings Per Share (sen)	4.41	5.68	14.37	13.15

**(ii) Diluted Earnings Per Share**

Diluted Earnings Per Share (sen)	4.41	5.68	14.37	13.15
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There is no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the reporting period.

**B12. Realised and Unrealised Profits Disclosure**

	<b>(Audited)</b>	
	<b>As at</b>	<b>As at</b>
	<b>30.06.15</b>	<b>30.6.14</b>
	<b>RM'000</b>	<b>RM'000</b>
Total retained profits of the Company and of its subsidiaries:		
- Realised	371,642	336,123
- Unrealised	(6,071)	(7,859)
	365,571	328,264
Total share of accumulated losses of an associate	-	(1,268)
Less: Consolidation adjustments	(118,617)	(87,940)
Total retained profits	246,954	239,056