



**WARISAN TC HOLDINGS BERHAD**

*(Company No: 424834-W)*

*(Incorporated in Malaysia)*

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED 31 MARCH 2014**

*(The figures have not been audited)*



## WARISAN TC HOLDINGS BERHAD

(Company No: 424834-W)

(Incorporated in Malaysia)

### CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2014

	Quarter ended 31 March		Year ended 31 March	
	2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Revenue	114,694	100,112	114,694	100,112
Cost of sales	(81,894)	(72,063)	(81,894)	(72,063)
Gross profit	32,800	28,049	32,800	28,049
Other income	553	414	553	414
Selling and distribution expenses	(12,717)	(10,863)	(12,717)	(10,863)
Administrative and general expenses	(15,758)	(11,817)	(15,758)	(11,817)
Interest expenses	(2,884)	(2,362)	(2,884)	(2,362)
Interest income	460	325	460	325
Share of profit from equity accounted investments, net of tax	1,028	641	1,028	641
Profit before tax	3,482	4,387	3,482	4,387
Tax expenses	(803)	(1,577)	(803)	(1,577)
<b>Profit for the period</b>	<b>2,679</b>	<b>2,810</b>	<b>2,679</b>	<b>2,810</b>
Other comprehensive income, net of tax				
<i>Items that are or may be reclassified subsequently to profit or loss:</i>				
Net change in fair value of cash flow hedge	(299)	41	(299)	41
Foreign exchange differences from translation	(15)	124	(15)	124
<b>Total other comprehensive income for the period</b>	<b>(314)</b>	<b>165</b>	<b>(314)</b>	<b>165</b>
<b>Total comprehensive income for the period</b>	<b>2,365</b>	<b>2,975</b>	<b>2,365</b>	<b>2,975</b>
Profit attributable to:				
Owners of the Company	2,683	2,843	2,683	2,843
Non-controlling interests	(4)	(33)	(4)	(33)
	<b>2,679</b>	<b>2,810</b>	<b>2,679</b>	<b>2,810</b>
Total comprehensive income attributable to:				
Owners of the Company	2,369	3,008	2,369	3,008
Non-controlling interests	(4)	(33)	(4)	(33)
	<b>2,365</b>	<b>2,975</b>	<b>2,365</b>	<b>2,975</b>
Basic earnings per share (sen)	4.12	4.37	4.12	4.37
Diluted earnings per share (sen)	N/A	N/A	N/A	N/A

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to these interim financial statements.

**WARISAN TC HOLDINGS BERHAD***(Company No: 424834-W)**(Incorporated in Malaysia)***CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2014**

	As at 31.03.2014 RM'000	As at 31.12.2013 RM'000
<b>ASSETS</b>		
Property, plant and equipment	209,749	202,159
Investment property	42,600	42,600
Investments accounted for using the equity method	33,066	31,727
Other investments	10	10
Lease receivables	3,804	3,471
Deferred tax assets	1,006	734
Intangible assets	9,131	9,131
<b>Total non-current assets</b>	<b>299,366</b>	<b>289,832</b>
Inventories	156,933	158,516
Receivables, deposits and prepayments	141,563	117,870
Derivative financial assets	-	366
Current tax assets	2,518	5,877
Cash and bank balances	118,897	109,540
<b>Total current assets</b>	<b>419,911</b>	<b>392,169</b>
<b>TOTAL ASSETS</b>	<b>719,277</b>	<b>682,001</b>
<b>EQUITY</b>		
Share capital	67,200	67,200
Share premium	615	615
Other reserves	(28,963)	(28,649)
Retained earnings	267,444	264,761
Treasury shares	(4,201)	(4,201)
Total equity attributable to owners of the Company	302,095	299,726
Non-controlling interests	178	182
<b>TOTAL EQUITY</b>	<b>302,273</b>	<b>299,908</b>
<b>LIABILITIES</b>		
Deferred tax liabilities	15,312	16,766
Retirement benefit obligations	2,553	2,434
Hire purchase payables	20,346	8,353
Borrowings	30,650	34,672
<b>Total non-current liabilities</b>	<b>68,861</b>	<b>62,225</b>
Payables and accruals	111,482	95,356
Hire purchase payables	7,172	4,125
Borrowings	227,449	218,161
Derivative financial liabilities	198	129
Current tax liabilities	1,842	2,097
<b>Total current liabilities</b>	<b>348,143</b>	<b>319,868</b>
<b>TOTAL LIABILITIES</b>	<b>417,004</b>	<b>382,093</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>719,277</b>	<b>682,001</b>
Net assets per share attributable to owners of the Company (RM)	4.64	4.60

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to these interim financial statements.



**WARISAN TC HOLDINGS BERHAD**

(Company No: 424834-W)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 31 MARCH 2014**

	Attributable to owners of the Company								Total	Non-controlling interests	Total equity
	Non-distributable				Distributable						
	Share capital	Share premium	Treasury shares	Merger reserve	Translation reserve	Hedging reserve	Revaluation reserve	Retained earnings	RM'000	RM'000	RM'000
At 1 January 2013 - restated	67,200	615	(4,128)	(41,614)	(228)	(284)	12,205	236,153	269,919	400	270,319
Foreign currency translation differences for foreign operations	-	-	-	-	124	-	-	-	124	-	124
Cash flow hedge	-	-	-	-	-	41	-	-	41	-	41
Total other comprehensive income for the year	-	-	-	-	124	41	-	-	165	-	165
Profit for the year	-	-	-	-	-	-	-	2,843	2,843	(33)	2,810
Total comprehensive income for the period	-	-	-	-	124	41	-	2,843	3,008	(33)	2,975
At 31 March 2013	67,200	615	(4,128)	(41,614)	(104)	(243)	12,205	238,996	272,927	367	273,294
At 1 January 2014	67,200	615	(4,201)	(41,614)	562	198	12,205	264,761	299,726	182	299,908
Foreign currency translation differences for foreign operations	-	-	-	-	(15)	-	-	-	(15)	-	(15)
Cash flow hedge	-	-	-	-	-	(299)	-	-	(299)	-	(299)
Total other comprehensive income for the year	-	-	-	-	(15)	(299)	-	-	(314)	-	(314)
Profit for the year	-	-	-	-	-	-	-	2,683	2,683	(4)	2,679
Total comprehensive income for the period	-	-	-	-	(15)	(299)	-	2,683	2,369	(4)	2,365
At 31 March 2014	67,200	615	(4,201)	(41,614)	547	(101)	12,205	267,444	302,095	178	302,273

The Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to these interim financial statements.



**WARISAN TC HOLDINGS BERHAD**

(Company No: 424834-W)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE QUARTER ENDED 31 MARCH 2014**

	Quarter ended 31 March 2014 RM'000	Quarter ended 31 March 2013 RM'000
<b>Cash flow from operating activities</b>		
Profit before tax	3,482	4,387
Adjustments for:		
Depreciation	11,455	12,713
Gain on disposal of property, plant and equipment	(352)	(548)
Gain on disposal of assets held for rental	(3,426)	(236)
Other non-cash items	(343)	(368)
Non-operating items	2,424	2,037
<b>Operating profit before working capital changes</b>	<b>13,240</b>	<b>17,985</b>
Changes in working capital	(6,262)	(2,103)
Tax paid	649	(1,415)
Retirement benefit paid	(17)	(21)
Proceeds from disposal of assets held for rental	9,372	416
<b>Net cash generated from operating activities</b>	<b>16,982</b>	<b>14,862</b>
<b>Cash flows from investing activities</b>		
Dividend received from jointly controlled entities	182	-
Purchase of property, plant and equipment	(19,788)	(11,011)
Proceeds from disposal of property, plant and equipment	11,272	1,580
Interest received	460	325
<b>Net cash used in investing activities</b>	<b>(7,874)</b>	<b>(9,106)</b>
<b>Cash flows from financing activities</b>		
Repayment of hire purchase financing	(1,903)	-
Drawdown of bankers' acceptances	77,443	48,228
Repayment of bankers' acceptances	(68,022)	(49,264)
Drawdown of term loans	-	20,000
Repayment of term loans	(10,943)	(12,334)
Drawdown of revolving credits	79,000	125,500
Repayment of revolving credits	(71,000)	(104,000)
Interest paid	(2,884)	(2,362)
<b>Net cash generated from financing activities</b>	<b>1,691</b>	<b>25,768</b>
<b>Net changes in cash and cash equivalents</b>	<b>10,799</b>	<b>31,524</b>
Cash and cash equivalents at beginning of period	108,328	84,653
Effects of exchange rate fluctuation on cash and cash equivalents	(230)	93
Cash and cash equivalents at end of period	<b>118,897</b>	<b>116,270</b>
Cash and cash equivalents comprise:		
Short term deposits	15,865	17,276
Cash at bank and in hand	52,244	23,675
Fixed deposits with licensed banks	50,788	75,319
	<b>118,897</b>	<b>116,270</b>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to these interim financial statements.



## Part A: Explanatory notes as per MFRS 134: *Interim Financial Reporting*

### 1. Basis of preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: *Interim Financial Reporting* in Malaysia and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2013. These explanatory notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2013.

#### **Adoption of Standards, Amendments and Issues Committee (“IC”) Interpretations**

During the financial period, the Group has adopted the following standards, amendments and IC interpretations issued by the Malaysian Accounting Standards Board, effective for annual periods beginning on or after 1 January 2014:

Amendments to MFRS 10, MFRS 12 and MFRS 127	<i>Investment Entities</i>
Amendments to MFRS 132	<i>Financial Instruments: Presentation – Offsetting Financial Assets and Financial Liabilities</i>
Amendments to MFRS 136	<i>Impairment of Assets – Recoverable Amount Disclosures for Non-Financial Assets</i>
Amendments to MFRS 139	<i>Financial Instruments: Recognition and Measurement – Novation of Derivatives and Continuation of Hedge Accounting</i>
IC Interpretation 21	<i>Levies</i>

The adoption of the above did not have any significant impact on the financial statements of the Group.



**2. Audit qualification of financial statements**

The auditors' report of the preceding annual financial statements was not subject to any qualification.

**3. Seasonal or cyclical factors**

Apart from the general economic environment in which the Group operates, the businesses of the Group are not affected by any significant seasonal or cyclical factors.

**4. Nature and amount of unusual items**

There were no unusual items that have a material effect on the assets, liabilities, equity, net income, or cash flows during the current quarter ended 31 March 2014.

**5. Significant estimates and changes in estimates**

There were no changes in estimates that have had any material effect in the current quarter ended 31 March 2014.

**6. Debt and equity securities**

There were no issuances, repurchases and repayments of debt and equity securities, share cancellation and resale of treasury shares during the current quarter ended 31 March 2014.

**7. Dividends paid**

No dividend was paid during the current quarter ended 31 March 2014.



## 8. Operating segments

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

	Quarter ended 31 March									
	<u>Machinery</u>		<u>Travel and car rental</u>		<u>Automotive</u>		<u>Others</u>		<u>Total</u>	
	<b>2014</b>	2013	<b>2014</b>	2013	<b>2014</b>	2013	<b>2014</b>	2013	<b>2014</b>	2013
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	<b>41,088</b>	46,268	<b>51,947</b>	41,824	<b>19,478</b>	10,975	<b>2,181</b>	1,045	<b>114,694</b>	100,112
Inter-segment revenue	-	-	<b>858</b>	292	-	-	-	-	<b>858</b>	292
Segment profit / (loss)	<b>4,735</b>	6,044	<b>13,925</b>	13,140	<b>34</b>	557	<b>(84)</b>	(46)	<b>18,610</b>	19,695
Segment assets	<b>250,931</b>	251,019	<b>256,346</b>	227,623	<b>80,284</b>	40,126	<b>85,602</b>	65,889	<b>673,163</b>	584,657
Segment liabilities	<b>170,368</b>	166,258	<b>165,628</b>	143,301	<b>61,179</b>	23,811	<b>3,687</b>	2,941	<b>400,862</b>	336,311



**Operating segments (continued)**

	Quarter ended	
	2014	2013
	RM'000	RM'000
<b>Reconciliation of reportable segment profit or loss</b>		
Total profit or loss for reportable segments	<b>18,610</b>	19,695
Depreciation	<b>(11,455)</b>	(12,713)
Interest expenses	<b>(2,884)</b>	(2,362)
Interest income	<b>460</b>	325
Non-reportable segment expenses	<b>(2,277)</b>	(1,199)
Share of profit from equity accounted investments, net of tax	<b>1,028</b>	641
Consolidated profit before tax	<b>3,482</b>	4,387
<b>Reconciliation of reportable segment assets</b>		
Total assets for reportable segments	<b>673,163</b>	584,657
Assets for non-reportable segment	<b>13,048</b>	14,456
Share of assets from equity accounted investments	<b>33,066</b>	30,283
Consolidated assets	<b>719,277</b>	629,396
<b>Reconciliation of reportable segment liabilities</b>		
Total liabilities for reportable segments	<b>400,862</b>	336,311
Liabilities for non-reportable segment	<b>16,142</b>	19,972
Consolidated liabilities	<b>417,004</b>	356,283

**9. Valuation of investment property**

Subsequent to initial recognition, investment property of the Group is stated at fair value which reflects market conditions at reporting date. The Group last recognised the fair value of the investment property based on a valuation carried out by external valuer on 1 October 2013. This valuation will be updated annually towards year end.

**10. Material subsequent event**

There were no material events subsequent to the end of the current quarter.

**11. Changes in composition of the Group**

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

**12. Changes in contingent liabilities**

There was no material change in contingent liabilities since the last financial year end.



### 13. Capital commitments

Capital commitments of the Group in respect of property, plant and equipment not provided for as at the end of the quarter are as follows:

	As at 31.03.14 RM'000
Approved and contracted for	<u>4,606</u>
Approved but not contracted for	<u>14,686</u>

### 14. Operating lease commitments

(a) As lessor – for the leases of commercial vehicles and machinery:

The future minimum lease rental receivables under non-cancellable leases are as follows:

	As at 31.03.14 RM'000
Not later than 1 year	29,726
Later than 1 year and not later than 5 years	<u>29,255</u>
	<u>58,981</u>

(b) As lessee – for office premises

The future minimum lease payments under non-cancellable operating leases are as follows:

	As at 31.03.14 RM'000
Not later than 1 year	2,961
Later than 1 year and not later than 5 years	<u>2,896</u>
	<u>5,857</u>



**15. Related party disclosures**

Related party transactions between the Group and Tan Chong Motor Holdings Berhad group, APM Automotive Holdings Berhad group and companies in which a Director and substantial shareholder of the Company is deemed to have substantial interests are as follows:

	<b>Quarter ended</b>	
	<b>31.03.14</b>	31.03.13
	<b>RM'000</b>	RM'000
Sales	<b>12,839</b>	7,864
Travel agency, car rental and workshop services	<b>1,621</b>	1,677
Rental income	<b>486</b>	338
	<b><u>14,946</u></b>	<u>9,879</u>
Purchases of trucks and spare parts	<b>915</b>	521
Workshop services	<b>282</b>	251
Rental expenses	<b>57</b>	33
Purchases of property, plant and equipment	<b>3,482</b>	4,734
Insurance agency services	<b>1,300</b>	1,580
Administrative services	<b>172</b>	608
Financing and leasing	<b>17,208</b>	-
Assembly services	<b>2,037</b>	943
	<b><u>25,453</u></b>	<u>8,670</u>

Related party transactions between the Group and its jointly controlled entities are as follows:

	<b>Quarter ended</b>	
	<b>31.03.14</b>	31.03.13
	<b>RM'000</b>	RM'000
Sales	<b>938</b>	1,433
Travel agency , car rental and workshop services	<b>885</b>	352
	<b><u>1,823</u></b>	<u>1,785</u>
Purchases of products	<b><u>38</u></b>	<u>60</u>

The above transactions were entered into in the ordinary course of business based on normal commercial terms and on arms-length basis. These transactions were established on terms that are not materially different from those with unrelated parties.



## Part B: Additional Information required in accordance with the Main Market Listing Requirements of Bursa Securities

### 1. Review of performance

#### Quarter ended 31 March 2014

Group revenue increased to RM114.7 million from RM100.1 million in the corresponding period, representing an increase of 14.6%. The higher revenue was attributable mainly to the increased contribution from the Travel & Car Rental Division and Automotive Division. Profit before tax (“PBT”) was recorded at RM3.5 million, 20.6% lower than RM4.4 million in the corresponding period last year due to escalating costs. Profit after tax decreased by 4.7% to RM2.7 million from RM2.8 million recorded in the corresponding period last year.

#### Machinery Division

Revenue from the Machinery Division of RM41.1 million was lower compared with the corresponding period last year of RM46.3 million. Segment profit was 21.7% lower compared with the corresponding period last year due to higher input costs and lesser unit sales of the Heavy Machinery sub division. Parts and Services department performed relatively well in this quarter.

#### Travel & Car Rental Division

The Travel & Car Rental Division recorded higher revenue by 24.2% at RM51.9 million compared with the corresponding period last year. The increase in revenue was due mainly to the continued disposal of used rental vehicles by the Car Rental sub division in this quarter which generated gain from disposal. China Inbound business was doing well in the first 2 months of this year before the MH370 incident. Retail and Distribution was also performing better in this quarter as compared with the corresponding quarter last year. Segment profit increased by 6% compared with the corresponding period last year contributed mainly by gain from sale of used rental vehicles.

#### Automotive Division

The Automotive Division recorded a growth of 77.5% in revenue to RM19.5 million as compared with the corresponding period last year as the sale of vehicles picked up after the launching of heavy commercial trucks in the second quarter of 2012, and passenger pick-up vehicles in September last year. Segment profit however decreased to RM34 thousand from RM557 thousand in the corresponding period last year because of higher CKD import costs and branches setup to widen the distribution network.

#### Jointly controlled entities

Our share of profit in our joint ventures namely Shiseido Malaysia Sdn Bhd (“Shiseido”) and Wacoal Malaysia Sdn Bhd, increased by 60.4% compared with the corresponding period last year due to higher sales and improved result of Shiseido.

### 2. Comparison with preceding quarter’s results

The Group recorded lower revenue by 11% at RM114.7 million compared with RM128.9 million in the preceding quarter due to the higher contribution from Travel & Car Rental Division, as well as Machinery Division. PBT decreased to RM3.5 million, as opposed to RM21 million in the preceding quarter due to higher gain from sale of used rental vehicles as well as the incorporation of the fair value gain on our investment property of RM9.5 million.

### 3. Prospects

Bank Negara expects the economy in 2014 to grow at a steady rate, underpinned by the services and manufacturing sectors but amid higher inflation due to domestic cost factors. Agriculture is expected to grow due to higher production of palm oil. Construction could see slower growth as compared with earlier anticipation but still driven by a number of transport, utility and oil and gas projects. These factors provide good outlook prospect for our Machinery and Automotive Divisions, whilst we strengthened our sales teams and backend support to seize all opportunities.

Travel industry particularly inbound to Malaysia has been affected by the unfortunate incidence of MH370 and the number of unfavorable incidences recently in Sabah. Inbound travel business particularly from China has dropped tremendously which has affected our Travel & Car Rental Division. Despite Visit Malaysia Year 2014, promotional expenditure in China has been cut down in this cooling off period.

Going forward, the Group continues to focus on strengthening market presence, increase product range, cost stabilization and productivity improvements, whilst expanding our market to neighboring countries widening our regional footprint.

### 4. Profit forecast

This is not applicable to the Group as there was no profit forecast issued.

### 5. Tax expenses

	Quarter ended	
	31.03.14	31.03.13
	RM'000	RM'000
<b>Tax expenses</b>		
Current year	1,982	2,159
Prior year	499	-
<b>Deferred tax expenses</b>		
Current year	(1,678)	(582)
	<u>803</u>	<u>1,577</u>

The Group's effective tax rate for the current quarter was lower than the prima facie tax rate due mainly to effects of different tax rate for subsidiary companies in Labuan.

### 6. Status of corporate proposals

There were no corporate proposals announced but not completed as at the reporting date.



## 7. Group borrowings

Particulars of the Group borrowings as at the reporting date are as follows:

	As at
	<b>31.03.14</b>
	<b>RM'000</b>
<b>Current</b>	
Bankers' acceptances	104,964
Revolving credits	88,000
Term loans	34,485
	<u>227,449</u>
<b>Non-current</b>	
Term loans	<u>30,650</u>

The above borrowings were all unsecured and denominated in Ringgit Malaysia.

## 8. Material litigation

On 3 July 2002, the Company and a subsidiary claimed for damages against two former directors of the subsidiary for breaches of their fiduciary and/or contractual duties. On or about 25 June 2004, two (2) former employees of subsidiaries of the Company were added as defendants to the action.

On 7 February 2006, the plaintiffs filed an application for leave to include another party as co-defendant. The application was allowed by the Court.

The parties are awaiting further direction from the Court to set a date for a further mention date.

## 9. Dividend

The Board of Directors announced a final single tier dividend of 4.5 sen (2012: 6 sen less tax at 25%) for the financial year ended 31 December 2013, subject to shareholders' approval at the forthcoming annual general meeting. Together with the interim dividend of 6 sen (2012 : 6 sen) less tax at 25% per share already declared and paid, this represents a total dividend per share of 10.5%, consisting 4.5 sen single tier dividend and 6 sen less tax at 25% (2012: 12 sen less tax at 25%) for the financial year ended 31 December 2013. The entitlement date and payment date for the final dividend shall be 5 June 2014 and 26 June 2014 respectively.

No further dividend has been recommended since the last quarterly announcement.

## 10. Earnings per share

Basic earnings per share is calculated based on profit for the period attributable to owners of the Company and weighted average number of ordinary shares in issue during the period.

	Quarter ended	
	31.03.14	31.03.13
Profit attributable to owners of the Company (RM'000)	<u>2,683</u>	<u>2,843</u>
<b>Weighted average number of ordinary shares in issue ('000)</b>		
At beginning of period and at end of period	<u>65,105</u>	<u>65,131</u>
Basic earnings per share (sen)	<u><u>4.12</u></u>	<u><u>4.37</u></u>

## 11. Notes to the Condensed Consolidated Statement of Comprehensive Income

Profit before tax is arrived at after charging/(crediting) the following items:

	Quarter ended	
	31.03.14 RM'000	31.03.13 RM'000
Depreciation and amortisation	11,455	12,713
Provision for doubtful debts	-	51
Bad debts written off	-	1
Provision for inventories	80	124
Inventories written off	-	-
(Gain)/Loss on disposal of quoted or unquoted investments	-	-
(Gain)/Loss on disposal of properties	-	-
Impairment of assets	-	-
Foreign exchange (gain)/loss	(209)	146
(Gain)/Loss on derivatives	-	-
Exceptional items	-	-
	<u>          </u>	<u>          </u>

## 12. Derivative financial instruments

Forward foreign currency contracts are entered into by the Group in currencies other than the functional currency to manage exposure to the fluctuation in foreign currency exchange rates.

As at 31 March 2014, the notional amount, fair value and maturity period of the forward foreign currency contracts are as follows:

	Notional amount RM'000	Fair value assets/ (liabilities) RM'000
Less than 1 year	<u>14,675</u>	<u>(198)</u>

### 13. Disclosure of realised and unrealised profits

The breakdown of the retained profits of the Group as at 31 March 2014, into realised and unrealised profits/losses, is as follows:

	<b>As at 31.03.14 RM'000</b>	As at 31.12.13 RM'000
Total retained profits of the Group:		
- Realised	<b>249,158</b>	249,694
- Unrealised	<b>6,632</b>	5,225
	<b>255,790</b>	254,919
Total retained profits from jointly controlled entities:		
- Realised	<b>14,734</b>	13,888
- Unrealised	<b>483</b>	483
	<b>15,217</b>	14,371
Less: Consolidation adjustments	<b>(3,563)</b>	(4,529)
Total retained profits as per Statement of Financial Position	<b>267,444</b>	264,761

The determination of realised and unrealised profits is based on the Guidance on Special Matter No. 1: *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure pursuant to Bursa Securities Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

BY ORDER OF THE BOARD  
 LEE KWEE CHENG  
 ANG LAY BEE  
 CHANG PIE HOON  
 Company Secretaries  
 Kuala Lumpur  
 19 May 2014