

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 JUNE 2014
(The figures have not been audited)**

| | Individual quarter | | Cumulative quarter | |
|---|---------------------|---------------------|---------------------|---------------------|
| | 30-Jun-14 RM'000 | 30-Jun-13 RM'000 | 30-Jun-14 RM'000 | 30-Jun-13 RM'000 |
| Revenue | 138,426 | 191,860 | 138,426 | 191,860 |
| Operating expenses | (134,717) | (183,194) | (134,717) | (183,194) |
| Other income | 834 | 940 | 834 | 940 |
| Operating profit/(Loss) | 4,543 | 9,606 | 4,543 | 9,606 |
| Interest expenses | (2,428) | (2,348) | (2,428) | (2,348) |
| Profit/(Loss) before tax | 2,115 | 7,258 | 2,115 | 7,258 |
| Tax expenses | (862) | (2,517) | (862) | (2,517) |
| Profit /(Loss) for the period | 1,253 | 4,741 | 1,253 | 4,741 |
| Other comprehensive income, net of tax | | | | |
| Revaluation of land and buildings | - | - | - | - |
| Change in fair value of available-for-sale financial assets | (30) | - | (30) | - |
| Total comprehensive income/(loss) for the period | 1,223 | 4,741 | 1,223 | 4,741 |
| Profit/(Loss) attributable to: | | | | |
| - Owners of the parent | 1,239 | 4,727 | 1,239 | 4,727 |
| - Non-controlling interests | 14 | 14 | 14 | 14 |
| Profit for the period | 1,253 | 4,741 | 1,253 | 4,741 |
| Total comprehensive income/(loss) attributable to: | | | | |
| - Owners of the parent | 1,209 | 4,727 | 1,209 | 4,727 |
| - Non-controlling interests | 14 | 14 | 14 | 14 |
| Total comprehensive income/(loss) for the period | 1,223 | 4,741 | 1,223 | 4,741 |
| Earnings/(Loss) per share: | | | | |
| - Basic (sen) | 0.33 | 1.24 | 0.33 | 1.24 |
| - Diluted (sen) | NA | NA | NA | NA |

NOTES :

- a. The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 March 2014 and the accompanying notes attached to this interim financial report.

AYS VENTURES BERHAD (Company No.925171-T)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2014**

| | Unaudited As at 30-Jun-14 RM'000 | Audited As at 31-Mar-14 RM'000 |
|---|---|---|
| ASSETS | | |
| Non-current assets | | |
| Property, plant & equipment | 72,053 | 72,756 |
| Investment properties | 10,845 | 10,845 |
| Other investments | 35 | 104 |
| Total non-current assets | <u>82,933</u> | <u>83,705</u> |
| Current assets | | |
| Inventories | 166,947 | 172,255 |
| Receivables | 159,814 | 154,878 |
| Fixed deposits | 31,496 | 34,407 |
| Cash & bank balances | 16,989 | 17,485 |
| Total current assets | <u>375,246</u> | <u>379,025</u> |
| TOTAL ASSETS | <u>458,179</u> | <u>462,730</u> |
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the parent | | |
| Share capital | 190,209 | 190,209 |
| Retained profits | 158,204 | 156,965 |
| Fair value adjustment reserve | 15 | 45 |
| Merger Deficit | (153,190) | (153,190) |
| Capital reserve | 3,595 | 3,595 |
| Revaluation reserve | 9,718 | 9,718 |
| | <u>208,551</u> | <u>207,342</u> |
| Non-controlling interests | <u>822</u> | <u>808</u> |
| Total equity | <u>209,373</u> | <u>208,150</u> |
| LIABILITIES | | |
| Non-current liabilities | | |
| Long term borrowings | 4,016 | 4,692 |
| Deferred tax liabilities | 2,147 | 2,179 |
| Total non-current liabilities | <u>6,163</u> | <u>6,871</u> |
| Current liabilities | | |
| Payables | 20,080 | 31,590 |
| Short term borrowings | 221,812 | 215,184 |
| Taxation | 751 | 935 |
| Total current liabilities | <u>242,643</u> | <u>247,709</u> |
| Total liabilities | <u>248,806</u> | <u>254,580</u> |
| TOTAL EQUITY AND LIABILITIES | <u>458,179</u> | <u>462,730</u> |
| Net assets per share attributable to owners of the parent (RM) | 0.55 | 0.55 |

NOTES :

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the financial statements for the financial year ended 31 March 2014 and the accompanying notes attached to this interim financial report.

AYS VENTURES BERHAD (Company No.925171-T)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 30 JUNE 2014
(The figures have not been audited)**

| | 3 months ended | |
|---|-----------------------|------------------------|
| | 30-Jun-14 | 30-Jun-13 |
| | RM'000 | RM'000 |
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit/(Loss) before tax | 2,115 | 7,258 |
| Adjustments for: | | |
| Non-cash items | 1,413 | 2,816 |
| Interest expense | 2,428 | 2,348 |
| Interest income | (302) | (440) |
| Operating profit before working capital changes | <u>5,654</u> | <u>11,982</u> |
| Changes in working capital: | | |
| Payables | 515 | 7,699 |
| Inventories | 5,309 | (16,424) |
| Receivables | (17,489) | (17,813) |
| Cash used in operations | <u>(6,011)</u> | <u>(14,556)</u> |
| Tax paid | (1,270) | (1,232) |
| Net cash (used in)/generated from operations | <u>(7,281)</u> | <u>(15,788)</u> |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| Proceeds from disposal of quoted investment | 78 | - |
| Proceeds from disposal of property, plant and equipment | - | 104 |
| Purchase of property, plant and equipment | (30) | (42) |
| Interest received | 302 | 440 |
| Net cash generated from/(used in) investing activities | <u>350</u> | <u>502</u> |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| Dividend paid | - | - |
| Interest paid | (2,428) | (2,348) |
| Fixed deposits | 4,411 | (914) |
| Borrowings | 5,610 | 8,601 |
| Net cash generated from/(used in) financing activities | <u>7,593</u> | <u>5,339</u> |
| CASH AND CASH EQUIVALENTS | | |
| Net changes | 662 | (9,918) |
| At beginning of financial year | 16,864 | 22,938 |
| At end of financial period | <u>17,526</u> | <u>13,020</u> |
| Cash and cash equivalents comprise the following : | | |
| Cash and bank balances | 16,989 | 13,211 |
| Fixed deposits | 31,496 | 35,879 |
| Less: Bank overdrafts | (962) | (2,391) |
| | <u>47,523</u> | <u>46,699</u> |
| Less: Fixed deposits pledged | (29,996) | (33,679) |
| | <u>17,527</u> | <u>13,020</u> |

NOTES :

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the financial statements for the financial year ended 31 March 2014 and the accompanying notes attached to this interim financial report.

AYS VENTURES BERHAD (Company No.925171-T)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUNE 2014

(The figures have not been audited)

| | Attributable to owners of parent | | | | | Retained profits RM'000 | Total RM'000 | Non-controlling interests RM'000 | Total equity RM'000 |
|--|----------------------------------|------------------------------|----------------------------------|-----------------------------|-------------------------------------|----------------------------|-----------------|--|---------------------------|
| | Non-distributable | | | | Distributable | | | | |
| | Share capital RM'000 | Capital reserve RM'000 | Revaluation Reserve RM'000 | Merger deficit RM'000 | Fair value adjustment Reserve | | | | |
| At 1 April 2014 | 190,209 | 3,595 | 9,718 | (153,190) | 45 | 156,965 | 207,342 | 808 | 208,150 |
| Total comprehensive income/(loss) for the financial period | - | - | - | - | - | 1,239 | 1,239 | 14 | 1,253 |
| Reversal of fair value upon disposal of available for sale assets | | | | | (30) | | (30) | | (30) |
| Dividends to shareholders | - | - | - | - | - | - | - | - | - |
| At 30 June 2014 | 190,209 | 3,595 | 9,718 | (153,190) | 15 | 158,204 | 208,551 | 822 | 209,373 |
| At 1 April 2013 | 190,209 | 3,595 | 9,718 | (153,190) | - | 147,799 | 198,131 | 743 | 198,874 |
| Total comprehensive income/(loss) for the financial period | | | - | - | - | 4,727 | 4,727 | 14 | 4,741 |
| Dividends to shareholders | | | - | - | - | - | - | - | - |
| At 30 June 2013 | 190,209 | 3,595 | 9,718 | (153,190) | - | 152,526 | 202,858 | 757 | 203,615 |

NOTES :

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the financial statements for the financial year ended 31 March 2014 and the accompanying notes attached to this interim financial report.