



TSR CAPITAL BERHAD
 (Company No : 541149-W)
 (Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
 for the third quarter ended 30 September 2015

	Note	Individual Quarter		Cumulative Quarter	
		3 months ended		9 months ended	
		2015	2014	2015	2014
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	30,768	18,330	93,441	62,122
Cost of sales		(26,353)	(14,418)	(78,444)	(50,186)
Gross Profit		4,415	3,912	14,997	11,936
Other income		601	123	5,588	2,042
Administration expenses		(3,343)	(2,986)	(11,610)	(9,733)
Finance costs		(623)	(593)	(2,167)	(1,450)
Profit before taxation	A9	1,050	456	6,808	2,795
Income tax expenses	B5	(573)	174	(1,881)	(939)
Profit for the period		477	630	4,927	1,856
Attributable to:					
Owners of the Company		520	633	5,029	1,863
Non-controlling interests		(43)	(3)	(102)	(7)
Profit for the period		477	630	4,927	1,856
Earnings per share (sen)					
Basic	B13	0.4	0.6	4.3	1.6
Diluted	B13	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 2014 and the accompanying explanatory notes attached to this interim financial statements.



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for the third quarter ended 30 September 2015

	Individual Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	30 September		30 September	
	2015	2014	2015	2014
Note	RM'000	RM'000	RM'000	RM'000
Profit for the period	477	630	4,927	1,856
Other Comprehensive Income	-	-	-	-
Total comprehensive income for the period	477	630	4,927	1,856
Total comprehensive income attributable to:				
Owners of the Company	520	633	5,029	1,863
Non-controlling interests	(43)	(3)	(102)	(7)
	477	630	4,927	1,856

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to this interim financial statements.



TSR CAPITAL BERHAD
(Company No : 541149-W)
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
As at 30 September 2015

	30 September 2015	31 December 2014
Note	(Unaudited) RM'000	(Audited) RM'000
Non-Current Assets		
Property, plant and equipment	3,983	8,778
Investment Properties	112,989	114,693
Deferred tax assets	3,464	2,582
Land held for future development	29,381	29,381
Trade receivables	8,749	8,749
	<u>158,566</u>	<u>164,183</u>
Current assets		
Amount due from contract customers	25,764	23,251
Inventories	3,443	3,443
Property development costs	64,070	55,445
Trade receivables	45,718	33,179
Accrued billings	6,860	5,009
Other receivables, prepayments and deposits	13,443	10,802
Tax refundable	17	17
Fixed deposits with licensed banks	186	3,849
Cash and bank balances	8,029	7,747
	<u>167,530</u>	<u>142,742</u>
TOTAL ASSETS	<u>326,096</u>	<u>306,925</u>
Equity		
Share capital	58,150	116,300
Capital reserve	58,150	-
Share premium	26,653	26,653
Accumulated losses	(5,999)	(9,865)
Equity attributable to owners of the Company	136,954	133,088
Non-controlling interests	(106)	(4)
Total equity	<u>136,848</u>	<u>133,084</u>
Non-current liabilities		
Long-term bank borrowings	36,364	40,117
Trade payables	8,423	8,423
	<u>44,787</u>	<u>48,540</u>
Current liabilities		
Short-term bank borrowings	24,445	10,337
Amount due to contract customers	12,216	5,009
Trade payables	75,976	74,392
Other payables and accruals	29,015	34,295
Provision for taxation	2,809	1,268
	<u>144,461</u>	<u>125,301</u>
Total liabilities	<u>189,248</u>	<u>173,841</u>
TOTAL EQUITY AND LIABILITIES	<u>326,096</u>	<u>306,925</u>
Net assets per share (RM)	1.18	1.14

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.



TSR CAPITAL BERHAD

(Company No : 541149-W)

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

for the third quarter ended 30 September 2015

<----- Attributable to Equity Holders of the Company ----->

<----- Non-Distributable ----->

Note	Share Capital	Share Premium	Capital Reserve	Accumulated losses	Total	Non-controlling interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2015	116,300	26,653	-	(9,865)	133,088	(4)	133,084
Par Value Reduction	(58,150)	-	58,150	-	-	-	-
Total comprehensive income for the period	-	-	-	5,029	5,029	(102)	4,927
Dividends to owners of the Company	-	-	-	(1,163)	(1,163)	-	(1,163)
At 30 September 2015	58,150	26,653	58,150	(5,999)	136,954	(106)	136,848

<----- Attributable to Equity Holders of the Company ----->

<----- Non-Distributable ----->

Note	Share Capital	Share Premium	Capital Reserve	Accumulated losses	Total	Non-controlling interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2014	113,300	26,653	-	(11,287)	128,666	(187)	128,479
Total comprehensive income for the period	-	-	-	1,863	1,863	(7)	1,856
Allotment of shares to non-controlling interest of a subsidiary	-	-	-	-	-	76	76
Issuance of shares pursuant to the Private Placement	3,000	-	-	-	3,000	-	3,000
Dividends to owners of the Company	-	-	-	(1,133)	(1,133)	-	(1,133)
At 30 September 2014	116,300	26,653	-	(10,557)	132,396	(118)	132,278

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.



TSR CAPITAL BERHAD
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (UNAUDITED)
 for the third quarter ended 30 September 2015

	9 months ended 30 September	
	2015	2014
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	6,808	2,795
Adjustments for:		
Non-cash / non-operating items	81	2,527
Operating profit before working capital changes	6,889	5,322
Change in inventories	-	3,001
Change in property development costs	(10,130)	(19,045)
Change in amount due from / to contract customers	4,694	(18,405)
Change in trade and other receivables	(18,051)	18,872
Change in trade and other payables	(2,654)	(1,872)
Cash used in operations	(19,252)	(12,127)
Interest paid	(2,167)	(1,450)
Tax paid	(1,222)	(674)
Net cash used in operating activities	(22,641)	(14,251)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for land held for future development	-	(127)
Interest received	498	133
Purchase of plant and equipment	(248)	(120)
Proceeds from disposal of plant and equipment	840	-
Proceed from disposal of a subsidiary	1,873	-
Addition to investment properties	(909)	(2,102)
Net reduction of / (additional) fixed deposits pledged	3,664	988
Net cash generated from / (used in) investing activities	5,718	(1,228)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid to owners of the Company	(1,163)	(1,133)
Grant received	8,015	-
Proceeds from issuance of ordinary shares	-	3,000
Proceeds from allotment of shares to non-controlling interest by a subsidiary	-	76
Repayment of hire purchase obligations	(860)	(459)
Repayment of term loans	(2,795)	(2,758)
Drawdown of short-term bank borrowings	13,824	-
Net cash generated from / (used in) financing activities	17,021	(1,274)
Net decrease in cash and cash equivalents	98	(16,753)
Cash and cash equivalents at 1 January	6,261	28,877
Cash and cash equivalents at 30 September	6,359	12,124



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for the third quarter ended 30 September 2015

	9 months ended 30 September	
	2015	2014
	<u>RM'000</u>	<u>RM'000</u>
Cash and cash equivalents comprise the following:		
Cash and bank balances	8,029	12,124
Fixed Deposits with licensed banks	186	3,830
Bank Overdraft	(1,670)	-
	<u>6,545</u>	<u>15,954</u>
Less: Fixed Deposits pledged to licensed banks	(186)	(3,830)
	<u>6,359</u>	<u>12,124</u>

The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to this interim financial statements.



Part A - Explanatory Notes Pursuant to Financial Reporting Standards ("FRS") 134

Notes to the Interim Financial Report

A1 Basis of preparation

The interim financial report has been prepared under the historical cost convention.

The interim financial statements are unaudited and have been prepared in accordance with FRS 134, "Interim Financial Reporting" and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014.

The accounting policies and presentation adopted in the interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2014. These explanatory notes attached to the 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 financial year ended 31 December 2014.

On 19 November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards ("MFRSs Framework"). The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 (Agriculture) and IC Interpretation 15 (Agreements for Construction of Real Estate), including its parent, significant investor and venturer (herein referred to as "Transitioning Entities"). Transitioning Entities are allowed to continue to use the existing FRS Framework and defer adoption of MFRS to annual periods beginning on or after 1 January 2017.

The Group falls within the definition of Transitioning Entities and has opted to defer adoption of the new MFRS framework. Accordingly, the Group will be required to prepare its first set of MFRS financial statement for the financial year ended 31 December 2017.

A2 Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2014, except for the adoption of the following new/revised Financial Reporting Standards (FRSs) and Amendments to FRSs with effect from 1 January 2015.

Amendments to FRS 119: Defined Benefit Plans - Employee Contributions

Annual Improvements to FRSs 2010 - 2012 Cycle

Annual Improvements to FRSs 2011 - 2013 Cycle

The initial application of the above new/revised FRSs and Amendments to FRSs are not expected to have any significant impact on the financial statements of the Group.

A3 Auditor's Report on Preceding Annual Financial Statements

There were no qualification in the auditors' report of the Company's previous financial statements for the year ended 31 December 2014.

A4 Seasonal or Cyclical Factors

The business operations of the Group were not affected by any significant seasonal or cyclical factors during the financial periods under review.

A5 Unusual items due to their Nature, Size or Incidence

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

A6 Changes in Estimates

There were no changes in the estimates of amounts, which give a material effect in the current quarter.

A7 Debt and Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-back, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter ended 30 September 2015.



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Part A - Explanatory Notes Pursuant to Financial Reporting Standards ("FRS") 134

Notes to the Interim Financial Report

A8 Dividends Paid

During the current quarter, the Company has paid a first and final single dividend of 1 Sen per ordinary share amounting to RM1,163,000 for the financial year ended 31 December 2014.

A9 Segmental Information

Segmental information is presented in respect of the Group's business segments were as follows:-

Segmental Results for 9 Months Ended 30 September 2015

	Construction	Mining	Property Development	Investment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Sales					
Total Sales	89,941	8,693	16,793	-	115,427
Elimination of Intersegment Sales	(21,986)	-	-	-	(21,986)
External Sales	67,955	8,693	16,793	-	93,441
Results					
Segment Results	(1,545)	8,823	4,399	46	11,723
Elimination of intersegment Results	(3,246)	-	-	-	(3,246)
	(4,791)	8,823	4,399	46	8,477
Financing Costs	(646)	-	(1,521)	-	(2,167)
Interest Income	7	443	24	24	498
Profit/(Loss) before Taxation	(5,430)	9,266	2,902	70	6,808

Segmental Results for 9 Months Ended 30 September 2014

	Construction	Mining	Property Development	Investment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Sales					
Total Sales	70,557	-	11,584	-	82,141
Elimination of Intersegment Sales	(20,019)	-	-	-	(20,019)
External Sales	50,538	-	11,584	-	62,122
Results					
Segment Results	2,637	-	1,730	(390)	3,977
Elimination of intersegment Results	(114)	-	-	-	(114)
	2,523	-	1,730	(390)	3,863
Financing Costs	(219)	-	(1,231)	-	(1,450)
Interest Income	259	-	42	81	382
Profit/(Loss) before Taxation	2,563	-	541	(309)	2,795

A10 Property, plant and equipment

There were no revalued property, plant and equipment as at 30 September 2015.

A11 Material Events Subsequent to the End of Interim Period

There were no material events subsequent to the end of the financial period.



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Part A - Explanatory Notes Pursuant to Financial Reporting Standards ("FRS") 134

Notes to the Interim Financial Report

A12 Changes in the Composition of the Group

There were no changes in the composition of the Group during the financial period except for the following:-

On 18 March 2015, the Company disposed off its entire equity interest comprising 2,050,000 ordinary shares representing 100% of the total issued and paid up capital of TSR Properties Sdn Bhd ("TSRP") for a total cash consideration of RM1,900,000.00. Following the disposal, TSRP has ceased to be a wholly owned subsidiary of the Company.

A13 Changes in Contingent Liabilities

Contingent liabilities of the Group as at 30 September 2015 are as follows:

	RM'000
Corporate guarantees given to licensed financial institutions in respect of the following facilities granted to subsidiaries	
- Bank guarantee and trade lines	118,497
- Overdraft, revolving loan and hire purchase facilities	21,000
- Term loan	47,000
Corporate guarantees given to suppliers in respect of goods supply to its wholly owned subsidiary companies	4,358
	<u>190,855</u>

A14 Capital Commitments

There were no capital commitments for the purchase of property, plant and equipment in the interim financial statements as at 30 September 2015 except as disclosed as follow:

	RM'000
<i>Contracted and provided for</i>	
- Leasehold Land	<u>4,888</u>



TSR CAPITAL BERHAD

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Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

Notes to the Interim Financial Report

B1 Review of Performance of the Company and Its Principal Subsidiaries

The Group registered a Profit Before Taxation of RM1.0 million in the current quarter against a Profit Before Taxation of RM0.4 million in the last year corresponding period on the back of revenue of RM30 million and RM18 million respectively.

The Construction Division's revenue achieved RM67.9 million for the financial period to-date as compared to RM50.5 million in the previous year corresponding period. The higher turnover was a result of the higher construction billings in tandem with more on-going construction activities. The construction margin was reduced due to the higher construction cost and overhead incurred for certain projects.

The Property Division's revenue recorded RM16.7 million for the financial period to-date as compared to previous year corresponding period of RM11.6 million. The higher turnover was mainly due to the higher progress billings and rental income recorded from the new office space available for lease.

The Group's revenue recorded RM9 million for the financial period to-date in respect of iron ore mining income from a joint venture in Kedah.

B2 Material Changes in the Profit Before Taxation for the Current Quarter as compared with the Immediate Preceding Quarter

The Group registered a Profit Before Taxation of 3.4% in the current quarter, marginally lower than the Profit Before Taxation of 4.1% reported in the immediate preceding quarter. The lower profit margin of the current quarter was mainly attributable to the higher construction cost incurred.

B3 Prospects for the Current Financial Year

The Board anticipates that the Group continues to operate in a competitive business environment in the current financial year.

The Construction Segment's profit margin remain low due to limited number of jobs available in the market couple with increasing cost of construction.

The Development and Properties Investment Segment is likely to achieve a lower profit margin due to the set back from the implementation of Goods and Services Tax and the weaker market sentiment.

However, the Board is cautiously optimistic that the Group will remain profitable for the current financial year.

B4 Profit Forecast and Profit Guarantee

Not applicable.

B5 Income Tax Expense

	Individual Quarter		Cumulative Quarter	
	3 months ended 30 September 2015	30 September 2014	9 months ended 30 September 2015	30 September 2014
	RM'000	RM'000	RM'000	RM'000
- Current income tax	885	(174)	2,763	939
- Deferred tax	(312)	-	(882)	-
	573	(174)	1,881	939

The effective tax rate for the Group in the current quarter is higher than the statutory tax rate mainly due to certain expenses are not allowable as deduction of expenses.

B6 Profit/(Loss) on Sale of Unquoted Investments and/or Properties

There were no profit on sale of unquoted investments and/or properties outside the ordinary course of the Group's business of the current quarter ended 30 September 2015.



TSR CAPITAL BERHAD
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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa
Malaysia Securities Berhad**

Notes to the Interim Financial Report

B7 Quoted Securities

- a) There were no purchases and disposals of quoted securities for the current quarter and financial period and profit / loss arising therefrom.
- b) There were no investments in quoted securities for the current quarter and financial period.

B8 Status of Corporate Proposal

There were no corporate proposals announced but not completed at the latest practicable date ("LPD") except the followings:-

- (a) The Company had on 28 June 2011 and 9 January 2013 announced that TSR Ocean Park Sdn Bhd, a wholly owned subsidiary of the Company, had entered into a sale and purchase agreement dated 28 June 2011 and a supplemental agreement dated 8 January 2013 with Best Reap Sdn Bhd for the proposed acquisition of a parcel of leasehold commercial land held under H.S.(D) 8376, PT 74, Bandar and Daerah Port Dickson, Negeri Sembilan measuring approximately 11.52 acres for a purchase price of RM9,032,599. As at LPD, the Proposed Acquisition is pending completion; and
- (b) RHB Investment Bank Berhad ("RHB Investment Bank") had on 24 July 2014 and 13 August 2014 announced that the Company proposes to undertake the following:-
 - (i) private placement of up to 11,330,000 new ordinary shares of RM1.00 each in TSR, representing up to 10% of the issued and paid-up share capital of TSR, to investors to be identified at an issue price to be determined ("Proposed Private Placement");
 - (ii) share capital reduction via the cancellation of RM0.50 of the par value of every existing ordinary share of RM1.00 each in TSR ("Existing TSR Share(s)") pursuant to Section 64(1) of the Companies Act, 1965 ("Act") ("Proposed Share Capital Reduction");
 - (iii) renounceable rights issue of up to 62,315,000 new ordinary shares of RM0.50 each in TSR ("Rights Share(s)") together with up to 62,315,000 free detachable new warrants ("Warrant(s)", on the basis of one (1) Rights Share and one (1) free Warrant for every two (2) ordinary shares of RM0.50 each in TSR ("TSR Share(s)" or "Share(s)") held after the Proposed Share Capital Reduction on an entitlement date to be determined and announced later;
 - (iv) increase in the authorised share capital of TSR from RM200,000,000 comprising 200,000,000 ordinary shares of RM1.00 each to RM500,000,000 comprising 1,000,000,000 ordinary shares of RM0.50 each ("Proposed Increase in Authorised Share Capital"); and
 - (v) amendments to the Memorandum and Articles of Association of TSR to facilitate the implementation of the Proposed Share Capital Reduction as well as the Proposed Increase in Authorised Share Capital.

(Collectively referred to as the "**Proposals**").

The Proposals are subject to the following approvals being obtained:

- (i) the approval of the shareholders of TSR for the Proposed Share Capital Reduction, Proposed Rights Issue with Warrants, Proposed Increase in Authorised Share Capital and Proposed Amendments at an extraordinary general meeting ("EGM") to be convened;
- (ii) the approval of Bursa Securities for the following:
 - (a) the listing of and quotation for the Placement Shares to be issued pursuant to the Proposed Private Placement;
 - (b) the admission of the Warrants to the Official List of Bursa Securities pursuant to the Proposed Rights Issue with Warrants; and
 - (c) the listing of and quotation for Rights Shares, Warrants as well as new Shares to be issued arising from the exercise of Warrants on the Main Market of Bursa Securities pursuant to the Proposed Rights Issue with Warrants; Warrants;
- (iii) the approval of the High Court of Malaya for the Proposed Share Capital Reduction; and
- (iv) any other relevant authorities or persons, if necessary.



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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa
Malaysia Securities Berhad**

Notes to the Interim Financial Report

B8 Status of Corporate Proposal (Cont'd)

The Proposed Rights Issue with Warrants, Proposed Increase in Authorised Share Capital and the Proposed Amendments are conditional upon completion of the Proposed Share Capital Reduction. The Proposed Private Placement is not conditional upon any proposals. For practical purposes, notwithstanding that certain proposals may be conditional upon other proposals, the Proposals may be implemented concurrently, consecutively or otherwise.

Save as provided above, the Proposals are not conditional upon any other corporate exercises being undertaken by TSR.

On 29 August 2014, on behalf of the Board of Directors of the Company, RHB Investment Bank announced that Bursa Securities had vide its letter dated 26 August 2014 approved the Proposed Private Placement. On 25 September 2014, 3,000,000 new ordinary shares of RM1.00 each represent the first tranche of the Private Placement were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad.

Subsequently, on behalf of the Board of the Company, RHB Investment Bank announced Bursa Securities had vide its letter dated 27 October 2014 approved the Proposed Rights Issue with Warrants subject to the conditions as stated in the announcement.

Shareholders of TSR had approved the Proposals at EGM held on 24 November 2014.

On 29 December 2014, the High Court of Malaya granted an order confirming the Proposed Share Capital Reduction. On 13 January 2015, the sealed order of the High Court of Malaya confirming the Proposed Share Capital Reduction has been lodged with Companies Commission of Malaysia, thus marking the completion of the Proposed Share Capital Reduction.

On 2 July 2015, on behalf of the Board of Directors of the Company, RHB Investment Bank announced that the Company had received an approval letter from Bursa Securities for an extension of time of up to six months from 30 June 2015 until 31 December 2015 for the Company to complete the Private Placement.

On 16 November 2015, on behalf of the Board of Directors of the Company, RHB Investment Bank announced that the Company had resolved to fix the issue price of the Right Shares at RM0.51 per Right Shares and the exercise price of the Warrants at RM0.70 each. The Company had on even date entered into an underwriting agreement with RHB Investment Bank for the underwriting of up to 25,454,594 Rights Shares. The Company had also on even date executed the deed poll constituting the Warrants.

B9 Group Borrowings and Debt Securities

Total group borrowings as at 30 September 2015 are as follows:

(a) Short term borrowings

Short term borrowings (Secured)	RM'000
Portion of term loans payable within one year	3,226
Revolving loan payable within one year	11,000
Banker acceptance payable within one year	7,824
Bank overdraft	1,670
Portion of hire purchase payable within one year	725
	<u>24,445</u>

(b) Long term borrowings :

Long term borrowings (Secured)	
Portion of term loans payable after one year	35,517
Portion of hire purchase payable after one year	847
	<u>36,364</u>

B10 Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off balance sheet risks as at the date of this announcement.



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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa
Malaysia Securities Berhad**

Notes to the Interim Financial Report

B11 Material Litigation

There were no material litigations involving the Group as at the last annual balance sheet date and the latest practicable date except as disclosed in the following which involve subsidiaries of the Company:-

a) Josu Engineering Construction Sdn Bhd ("Plaintiff") Vs TSR Bina Sdn Bhd ("Defendant")

The Plaintiff had commenced an action against the Defendant for unlawful termination of the letter of award. On 6 February 2007, the Plaintiff obtained a judgement in default against the Defendant. The Plaintiff had on 30 August 2012 filed a notice of appointment for assessment of damages after the Defendant lost various appeals and applications to set aside the judgement in default. The Plaintiff is claiming a sum of approximately RM6 million being the damages against the Defendant.

A notice of application to stay the hearing of assessment of damages was filed on 4 November 2015 ("Stay Application") and the Stay Application is fixed for case management on 7 January 2016 at the Seremban High Court.

b) TSR Bina Sdn Bhd ("TSRB" or "Plaintiff") v Kontena Nasional Berhad ("Defendant")

The Plaintiff initiated an action against the Defendant on 1 March 2005 to recover the liquidated ascertained damages being the sum of RM1,060,000 and the defect liability damages being the sum of RM223,494.46 which have been wrongfully deducted by the Defendant. The Plaintiff has also claimed against the Defendant for the certified sum of RM847,001.55 that has yet to be paid by the Defendant. The sum of RM847,001.55 has been paid by the Defendant after the Federal Court and Court of Appeal confirmed the decision of the Senior Assistant Registrar given on 27 August 2007. Subsequently the Plaintiff proceeded with full trial to recover the sum of RM1,060,000 and RM223,494.46. However, the High Court dismissed the Plaintiff's claim with costs of RM15,000 on 26 August 2014. On 9 September 2014, an appeal to the Court of Appeal arising from this decision was filed. On 25 August 2015, the Court of Appeal dismissed the appeal. The Plaintiff will apply for leave to appeal to the Federal Court ("Leave"). The Notice of Motion for the Leave has been filed and the Federal Court has fixed 17 February 2016 for hearing.

c) TSR Bina Sdn Bhd ("Plaintiff") v Josu Engineering Construction Sdn Bhd & Messrs GH Tee & Co ("Defendant")

The Plaintiff had filed an action against the Defendants to impeach the judgement entered on 6 February 2007 in the Seremban High Court Civil Suit No.: MTI-22-2-2004 (Josu Engineering Construction Sdn Bhd v TSR Bina Sdn Bhd) ("Judgement") for a declaration that the Judgement is null and void and is to be set aside on the basis that the Defendants had wrongfully and/or fraudulently misled the High Court Judge in granting the Judgement. The High Court had allowed both the Defendants' notice of application to strike out the Plaintiff's claim against the Defendants on 17 February 2015 with costs on a full indemnity basis to be assessed by the Court ("Order of 17 February 2015"). The Plaintiff filed a notice on 11 March 2015 to appeal against the Order of 17 February 2015. The said appeal was fixed for hearing on 22 September 2015 and was subsequently dismissed. On 21 October 2015, the Plaintiff filed 2 applications for leave to appeal to the Federal Court and the first case management session was fixed on 11 November 2015 for both leave applications. The Court has fixed the said applications for hearing on 25 February 2016.

B12 Dividend Payables

The Board of Directors did not recommend the payment of dividend for the quarter ended 30 September 2015.



TSR CAPITAL BERHAD
 (Company No : 541149-W)
 (Incorporated in Malaysia)

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

Notes to the Interim Financial Report

B13 Earnings per Share

i) Basic earnings per share

	Individual Quarter		Cumulative Quarter	
	3 months ended 30 September 2015	30 September 2014	9 months ended 30 September 2015	30 September 2014
a Net Profit for the period attributable to equity holders (RM'000)	520	633	5,029	1,863
b Weighted average number of shares issue ('000)	116,300	113,496	116,300	113,366
a/b Basic earnings per share (sen)	0.4	0.6	4.3	1.6

ii) Diluted earnings per share

The Company does not have any convertible shares or financial instruments for the current quarter and financial period to-date.

B14 Realised and Unrealised (Losses)/Profits Disclosure

	As at 30.9.2015 RM'000	As at 31.12.2014 RM'000
Total (accumulated losses)/retained profits:		
- Realised	47,059	41,500
- Unrealised	3,464	2,582
	50,523	44,082
Less: Consolidation adjustments	(56,522)	(53,947)
	(5,999)	(9,865)

B15 Profit Before Taxation

The following items have been included in arriving at profit before tax:

	Current quarter ended 30.9.15 RM'000	Cumulative quarter ended 30.9.15 RM'000
(a) Interest income	7	498
(b) Government Grant	960	4,074
(c) Write back of impairment loss on receivable	-	-
(d) Interest expenses	(623)	(2,167)
(e) Depreciation and amortisation	(757)	(2,253)

B16 Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors on 25 November 2015.

TSR CAPITAL BERHAD
 BY ORDER OF THE BOARD
 Petaling Jaya
 Date: 25 November 2015