



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

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
for the fourth quarter ended 31 December 2015

	Note	Individual Quarter		Cumulative Quarter	
		3 months ended		12 months ended	
		2015	2014	2015	2014
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	40,067	54,441	133,508	116,563
Cost of sales		(36,682)	(54,200)	(115,126)	(104,386)
Gross Profit		3,385	241	18,382	12,177
Other income		620	5,238	6,208	7,280
Administration expenses		(4,527)	(2,238)	(16,137)	(11,971)
Finance costs		(837)	(675)	(3,004)	(2,125)
(Loss)/Profit before taxation	A9	(1,359)	2,566	5,449	5,361
Income tax expenses	B5	(98)	(1,880)	(1,979)	(2,819)
(Loss)/Profit for the period		(1,457)	686	3,470	2,542
Attributable to:					
Owners of the Company		(1,326)	692	3,703	2,555
Non-controlling interests		(131)	(6)	(233)	(13)
Profit for the period		(1,457)	686	3,470	2,542
(Loss)/Earnings per share (sen)					
Basic	B13	(1.1)	0.6	3.2	2.2
Diluted	B13	(1.1)	0.6	3.2	2.2

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 fourth quarter ended 31 December 2015

	Individual Quarter		Cumulative Quarter	
	3 months ended 31 December		12 months ended 31 December	
Note	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
(Loss)/Profit for the period	(1,457)	686	3,470	2,542
Other Comprehensive Income	-	-	-	-
Total comprehensive (loss) / income for the period	(1,457)	686	3,470	2,542
Total comprehensive (loss) / income attributable to:				
Owners of the Company	(1,326)	692	3,703	2,555
Non-controlling interests	(131)	(6)	(233)	(13)
	(1,457)	686	3,470	2,542

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
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
As at 31 December 2015

	31 December 2015	31 December 2014
Note	(Unaudited) RM'000	(Audited) RM'000
Non-Current Assets		
Property, plant and equipment	3,665	8,778
Investment Properties	112,578	114,693
Deferred tax assets	2,909	2,582
Land held for future development	29,381	29,381
Trade receivables	8,749	8,749
	<u>157,282</u>	<u>164,183</u>
Current assets		
Amount due from contract customers	19,181	23,251
Inventories	2,640	3,443
Property development costs	65,834	55,445
Trade receivables	57,905	33,179
Accrued billings	9,173	5,009
Other receivables, prepayments and deposits	13,058	10,802
Tax refundable	17	17
Fixed deposits with licensed banks	187	3,849
Cash and bank balances	52,983	7,747
	<u>220,978</u>	<u>142,742</u>
TOTAL ASSETS	<u>378,260</u>	<u>306,925</u>
Equity		
Share capital	87,225	116,300
Capital reserve	58,150	-
Share premium	26,074	26,653
Warrant Reserve	7,922	-
Accumulated losses	(14,885)	(9,865)
Equity attributable to owners of the Company	164,486	133,088
Non-controlling interests	(237)	(4)
Total equity	<u>164,249</u>	<u>133,084</u>
Non-current liabilities		
Long-term bank borrowings	50,300	40,117
Trade payables	8,423	8,423
	<u>58,723</u>	<u>48,540</u>
Current liabilities		
Short-term bank borrowings	24,483	10,337
Amount due to contract customers	8,546	5,009
Trade payables	70,024	74,392
Other payables and accruals	51,244	34,295
Provision for taxation	991	1,268
	<u>155,288</u>	<u>125,301</u>
Total liabilities	<u>214,011</u>	<u>173,841</u>
TOTAL EQUITY AND LIABILITIES	<u>378,260</u>	<u>306,925</u>
Net assets per share (RM)	0.94	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
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

for the fourth quarter ended 31 December 2015

Note	<----- Attributable to Equity Holders of the Company ----->						Total	Non-controlling interests	Total Equity
	Share Capital	Share Premium	Capital Reserve	Warrant Reserve	Accumulated losses				
	RM'000	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	-	-	-	-	-	
Right Issue with warrants	29,075	-	-	8,141	(7,560)	29,656	-	29,656	
Right Issue expenses	-	(579)	-	(219)	-	(798)	-	(798)	
Total comprehensive income for the period	-	-	-	-	3,703	3,703	(233)	3,470	
Dividends to owners of the Company	-	-	-	-	(1,163)	(1,163)	-	(1,163)	
At 31 December 2015	87,225	26,074	58,150	7,922	(14,885)	164,486	(237)	164,249	

	<----- Attributable to Equity Holders of the Company ----->						Total	Non-controlling interests	Total Equity
	Share Capital	Share Premium	Capital Reserve	Warrant Reserve	Accumulated losses				
	RM'000	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	-	-	-	-	2,555	2,555	(13)	2,542	
Allotment of shares to non-controlling interest of a subsidiary	-	-	-	-	-	-	196	196	
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 31 December 2014	116,300	26,653	-	-	(9,865)	133,088	(4)	133,084	

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 fourth quarter ended 31 December 2015

	12 months ended 31 December	
	2015	2014
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	5,449	5,361
Adjustments for:		
Non-cash / non-operating items	1,782	(1,373)
Operating profit before working capital changes	7,231	3,988
Change in inventories	-	3,116
Change in property development costs	(11,724)	(26,932)
Change in amount due from / to contract customers	7,608	(1,679)
Change in trade and other receivables	(32,522)	(16,821)
Change in trade and other payables	14,283	10,440
Cash used in operations	(15,124)	(27,888)
Interest paid	(3,004)	(2,082)
Tax paid	(2,583)	(1,075)
Net cash used in operating activities	(20,711)	(31,045)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for land held for future development	-	(126)
Interest received	507	158
Purchase of plant and equipment	(319)	(859)
Proceeds from disposal of plant and equipment	863	-
Proceed from disposal of a subsidiary	1,873	-
Addition to investment properties	(677)	(4,192)
Net reduction of fixed deposits pledged	3,662	969
Net cash generated from / (used in) investing activities	5,909	(4,050)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid to owners of the Company	(1,163)	(1,133)
Grant received	8,015	14,259
Proceeds from issuance of ordinary shares	28,859	3,000
Proceeds from allotment of shares to non-controlling interest by a subsidiary	-	196
Repayment of hire purchase obligations	(1,121)	(725)
Repayment of term loans	(3,287)	(3,118)
Drawdown of short-term bank borrowings	28,473	-
Net cash generated from financing activities	59,776	12,479
Net increase / (decrease) in cash and cash equivalents	44,974	(22,616)
Cash and cash equivalents at 1 January	6,261	28,877
Cash and cash equivalents at 31 December	51,235	6,261



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for the fourth quarter ended 31 December 2015

	12 months ended 31 December	
	2015	2014
	<u>RM'000</u>	<u>RM'000</u>
Cash and cash equivalents comprise the following:		
Cash and bank balances	52,983	7,747
Fixed Deposits with licensed banks	187	3,849
Bank Overdraft	<u>(1,748)</u>	<u>(1,486)</u>
	51,422	10,110
Less: Fixed Deposits pledged to licensed banks	<u>(187)</u>	<u>(3,849)</u>
	<u><u>51,235</u></u>	<u><u>6,261</u></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.



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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 period 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.



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

Notes to the Interim Financial Report

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 31 December 2015 except for the following:-

a) issuance of 58,150,000 new ordinary shares of RM0.50 each at an issue price of RM0.51 ("Rights Shares") together with 58,150,000 free detachable warrants ("Warrants") pursuant to the Corporate Exercises which were approved by the shareholder on 24 November 2014. The Rights Shares and Warrants were listed on the Main Market of Bursa Malaysia Securities Berhad on 7 January 2016.

A8 Dividends Paid

There were no dividend paid in the current quarter ended 31 December 2015.

A9 Segmental Information

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

Segmental Results for 12 Months Ended 31 December 2015

	Construction	Mining	Property Development	Investment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Sales					
Total Sales	122,001	13,248	23,885	-	159,134
Elimination of Intersegment Sales	(25,626)	-	-	-	(25,626)
External Sales	96,375	13,248	23,885	-	133,508
Results					
Segment Results	(8,417)	13,378	4,090	(162)	8,889
Elimination of intersegment Results	(943)	-	-	-	(943)
	(9,360)	13,378	4,090	(162)	7,946
Financing Costs	(868)	-	(2,136)	-	(3,004)
Interest Income	11	443	28	25	507
Profit/(Loss) before Taxation	(10,217)	13,821	1,982	(137)	5,449

Segmental Results for 12 Months Ended 31 December 2014

	Construction	Mining	Property Development	Investment	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Sales					
Total Sales	128,652	-	19,494	-	148,146
Elimination of Intersegment Sales	(31,583)	-	-	-	(31,583)
External Sales	97,069	-	19,494	-	116,563
Results					
Segment Results	5,191	-	4,895	(610)	9,476
Elimination of intersegment Results	(2,148)	-	-	-	(2,148)
	3,043	-	4,895	(610)	7,328
Financing Costs	(366)	-	(1,759)	-	(2,125)
Interest Income	12	-	47	99	158
Profit/(Loss) before Taxation	2,689	-	3,183	(511)	5,361



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

Notes to the Interim Financial Report

A10 Property, plant and equipment

There were no revalued property, plant and equipment as at 31 December 2015.

A11 Material Events Subsequent to the End of Interim Period

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

A12 Changes in the Composition of the Group

There were no changes in the composition of the Group during the current quarter and financial year 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 31 December 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	62,000
Corporate guarantees given to suppliers in respect of goods supply to its wholly owned subsidiary companies	4,858
	<u>206,355</u>

A14 Capital Commitments

There were no capital commitments for the purchase of property, plant and equipment as at 31 December 2015 except as disclosed as follow:

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



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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 RM5.4 million in both the current financial year and previous financial year on the back of revenue of RM133.5 million and RM116.6 million respectively. This resulted a profit margin for the current financial year of 4%, marginally lower by 0.6% as compared to previous financial year of 4.6%. The lower Group's profit margin was mainly due to the lower construction margin which affected by the recognition of higher construction and overhead costs for certain projects.

The Construction Division's revenue achieved RM96 million for the current financial year, which is on a par with the previous financial year of RM97 million.

The Property Division's revenue recorded RM23.8 million for the current financial year as compared to previous financial year of RM19.4 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 RM13 million for the current financial year 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 Loss Before Taxation of 3.4% in the current quarter as compared to the Profit Before Taxation of 3.4% reported in the immediate preceding quarter. The loss of the current quarter was mainly resulted from the recognition of higher construction and overhead costs for certain projects.

B3 Prospects for the Forthcoming Financial Year

The Board is cautiously optimistic on the construction and property development sectors in 2016. The Board expects that the construction and property development sectors will remain positive in 2016. It is expected that more new projects to be launched by the Government including MRT Line 2, LRT Line 3, highways and public housing projects and property development in strategic locations are still feasible.

While the Group will continue its strategy on selective tendering for construction projects, the Group also plan to strengthen its presence in property development in Klang Valley.

B4 Profit Forecast and Profit Guarantee

Not applicable.

B5 Income Tax Expense

	Individual Quarter		Cumulative Quarter	
	3 months ended	31 December	12 months ended	31 December
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
- Current income tax	(457)	1,696	2,306	2,635
- Deferred tax	555	184	(327)	184
	98	1,880	1,979	2,819

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 31 December 2015.



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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 year and profit / loss arising therefrom.
- b) There were no investments in quoted securities for the current quarter and financial year.

B8 Status of Corporate Proposal

There were no corporate proposals announced but not completed as 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 "**Corporate Exercises**").

On 7 January 2016, the Corporate Exercises are completed following the listing of and quotation for the 58,150,000 Rights Shares and 58,150,000 Warrants on the Main Market of Bursa Malaysia Securities 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

B9 Group Borrowings and Debt Securities

Total group borrowings as at 31 December 2015 are as follows:

(a) Short term borrowings

Short term borrowings (Secured)	RM'000
Portion of term loans payable within one year	3,799
Revolving loan payable within one year	11,000
Banker acceptance payable within one year	7,473
Bank overdraft	1,748
Portion of hire purchase payable within one year	463
	<u>24,483</u>

(b) Long term borrowings :

Long term borrowings (Secured)	
Portion of term loans payable after one year	49,453
Portion of hire purchase payable after one year	847
	<u>50,300</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.

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 hearing on 11 March 2016.

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 applied for leave to appeal to the Federal Court ("Leave"). On 17 February 2016, the Federal Court has refused the Plaintiff's application for leave to appeal to the Federal Court.



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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

c) TSR Bina Sdn Bhd (“Plaintiff”) v Josu Engineering Construction Sdn Bhd & Messrs GH Tee & Co (“Defendants”)

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. The Court has fixed the said applications for hearing on 5 May 2016.

B12 Dividend Payables

The Board of Directors did not recommend the payment of dividend for the quarter ended 31 December 2015.

B13 Earnings per Share

i) Basic earnings per share

	Individual Quarter		Cumulative Quarter	
	3 months ended 31 December 2015	31 December 2014	12 months ended 31 December 2015	31 December 2014
a Net Profit for the period attributable to equity holders (RM'000)	(1,326)	692	3,703	2,555
b Weighted average number of shares issue ('000)	118,196	116,300	116,778	114,050
a/b Basic earnings per share (sen)	(1.1)	0.6	3.2	2.2

ii) Diluted earnings per share

	3 months ended 31 December 2015		12 months ended 31 December 2015	
	RM'000	RM'000	RM'000	RM'000
c Earnings Net Profit for the period (RM'000)	(1,326)	692	3,703	2,555
d Weighted average number of ordinary shares for basic earnings per share in i) above ('000)	118,196	116,300	116,778	114,050
Potential dilutive ordinary shares for weighted average number of unexercised warrant issued ('000)	1,896	-	478	-
	120,092	116,300	117,256	114,050
c/d Diluted Earnings per Share (Sen)	(1.1)	0.6	3.2	2.2



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

B14 Realised and Unrealised (Losses)/Profits Disclosure

	As at 31.12.2015	As at 31.12.2014
	RM'000	RM'000
Total (accumulated losses)/retained profits:		
- Realised	36,547	41,500
- Unrealised	2,909	2,582
	<u>39,456</u>	<u>44,082</u>
Less: Consolidation adjustments	(54,341)	(53,947)
	<u>(14,885)</u>	<u>(9,865)</u>

B15 Profit Before Taxation

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

	Current quarter	Cumulative quarter
	ended 31.12.15	ended 31.12.15
	RM'000	RM'000
(a) Interest income	9	507
(b) Government Grant	166	4,240
(c) Interest expenses	(837)	(3,004)
(d) Depreciation and amortisation	(718)	(2,971)
(e) Provision for and write off of inventories	(803)	(803)

B16 Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors on 26 February 2016.

TSR CAPITAL BERHAD
BY ORDER OF THE BOARD
Petaling Jaya
Date: 26 February 2016