

LUSTER INDUSTRIES BHD.
Company No. 156148-P
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2014

	Unaudited as at 30-Sep-14 RM'000	Audited as at 31-Dec-13 RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	73,236	73,653
Goodwill on consolidation	20,729	20,729
	<u>93,965</u>	<u>94,382</u>
Current assets		
Inventories	12,006	13,204
Trade receivables	26,306	31,736
Other receivables, deposits and prepayments	9,951	3,766
Tax refundable	706	113
Fixed deposits with a licensed bank	6,283	4,859
Cash and bank balances	22,145	29,440
	<u>77,397</u>	<u>83,118</u>
TOTAL ASSETS	<u>171,362</u>	<u>177,500</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	157,423	138,693
Share premium	939	847
Discount on shares	(22,618)	(22,618)
Warrant reserve	23,279	22,618
Other reserves	1,426	1,426
ICULS	494	18,800
Accumulated losses	(17,884)	(19,398)
	<u>143,059</u>	<u>140,368</u>
Non-controlling interests	11,301	11,252
Total equity	<u>154,360</u>	<u>151,620</u>
Non-current liabilities		
Borrowings	1,843	2,720
Deferred tax liabilities	1,405	1,405
	<u>3,248</u>	<u>4,125</u>
Current liabilities		
Trade payables	8,085	13,560
Other payables and accruals	3,562	5,941
Borrowings	1,586	1,665
Provision for taxation	521	589
	<u>13,754</u>	<u>21,755</u>
Total liabilities	<u>17,002</u>	<u>25,880</u>
TOTAL EQUITY AND LIABILITIES	<u>171,362</u>	<u>177,500</u>
Net assets per share (RM)	0.09	0.10

The notes set out on page 6 to 14 form an integral part of and should be read in conjunction with this interim financial report.

LUSTER INDUSTRIES BHD.
Company No. 156148-P
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UNAUDITED CONDENSED CONSOLIDATED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE 9 MONTHS PERIOD ENDED 30 SEPTEMBER 2014

	INDIVIDUAL QUARTER ENDED		CUMULATIVE QUARTER TO DATE	
	30-Sep-14 RM'000	30-Sep-13 RM'000	30-Sep-14 RM'000	30-Sep-13 RM'000
Revenue	25,011	42,511	78,015	115,185
Cost of sales	<u>(22,129)</u>	<u>(35,306)</u>	<u>(69,098)</u>	<u>(96,572)</u>
Gross profit	2,882	7,205	8,917	18,613
Other income	3,928	385	4,491	1,863
Administration expenses	(3,216)	(4,121)	(9,949)	(10,367)
Distribution expenses	<u>(271)</u>	<u>(351)</u>	<u>(646)</u>	<u>(1,444)</u>
Results from operating activities	3,323	3,118	2,813	8,665
Finance costs	<u>(56)</u>	<u>(81)</u>	<u>(189)</u>	<u>(579)</u>
Profit/(Loss) before taxation	3,267	3,037	2,624	8,086
Taxation	<u>(711)</u>	<u>(734)</u>	<u>(1,061)</u>	<u>(2,582)</u>
(Loss)/Profit for the period	2,556	2,303	1,563	5,504
Other comprehensive income:				
Foreign currency translation differences for foreign operations	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive (loss)/income for the period	2,556	2,303	1,563	5,504
(Loss)/Profit for the year attributable to:				
Owners of the parent	2,303	1,630	1,514	3,150
Non-controlling interests	<u>253</u>	<u>673</u>	<u>49</u>	<u>2,354</u>
	2,556	2,303	1,563	5,504
Total comprehensive (loss)/income attributable to:				
Owners of the parent	2,303	1,630	1,514	3,150
Non-controlling interests	<u>253</u>	<u>673</u>	<u>49</u>	<u>2,354</u>
	2,556	2,303	1,563	5,504
Basic earnings per ordinary shares (sen)	<u>0.16</u>	0.13	<u>0.10</u>	0.26
Diluted earnings per ordinary shares (sen)	<u>0.03</u>	N/A	<u>0.02</u>	N/A

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LUSTER INDUSTRIES BHD.
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 9 MONTHS PERIOD ENDED 30 SEPTEMBER 2014

	----- Attributable to owners of the parent -----										
	----- Non-distributable -----										
	Share capital	Share premium	Discount on shares	Warrant reserve	Other reserves	Equity component of RCSLS	ICULS	Accumulated losses	Total	Non-controlling interests	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2013	108,801	204	(12,493)	12,493	1,304	557	18,800	(22,489)	107,177	8,835	116,012
Total comprehensive income for the period	-	-	-	-	-	-	-	3,150	3,150	2,354	5,504
Transactions with owners :											
Issuance of shares pursuant to private placement	27,000	-	-	-	-	-	-	-	27,000	-	27,000
Issuance of warrants	-	-	(10,125)	10,125	-	-	-	-	-	-	-
Issuance of shares pursuant to ESOS	2,892	-	-	-	-	-	-	-	2,892	-	2,892
Share-based compensation pursuant to ESOS	-	-	-	-	777	-	-	-	777	-	777
Settlement of RCSLS	-	-	-	-	-	(557)	-	-	(557)	-	(557)
Transfer upon exercise of ESOS	-	642	-	-	(642)	-	-	-	-	-	-
Total transactions with owners	29,892	642	(10,125)	10,125	135	(557)	-	-	30,112	-	30,112
As at 30 September 2013	138,693	846	(22,618)	22,618	1,439	-	18,800	(19,339)	140,439	11,189	151,628

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 9 MONTHS PERIOD ENDED 30 SEPTEMBER 2014

	----- Attributable to owners of the parent -----										
	----- Non-distributable -----										
	Share capital RM'000	Share premium RM'000	Discount on shares RM'000	Warrant reserve RM'000	Other reserves RM'000	Equity component of RCCLS RM'000	ICULS RM'000	Accumulated losses RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
As at 1 January 2014	138,693	847	(22,618)	22,618	1,426	-	18,800	(19,398)	140,368	11,252	151,620
Total comprehensive income for the year	-	-	-	-	-	-	-	1,514	1,514	49	1,563
<i>Transactions with owners :</i>											
Issuance of shares pursuant to ICULS conversion granted	18,306	-	-	-	-	-	(18,306)	-	-	-	-
Issuance of shares pursuant to ESOS	-	-	-	753	-	-	-	-	753	-	753
Transfer upon exercise of ESOS	-	92	-	(92)	-	-	-	-	-	-	-
Total transactions with owners	18,730	92	-	661	-	-	(18,306)	-	1,177	-	1,177
As at 30 September 2014	157,423	939	(22,618)	23,279	1,426	-	494	(17,884)	143,059	11,301	154,360

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LUSTER INDUSTRIES BHD.
Company No. 156148-P
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 9 MONTHS PERIOD ENDED 30 SEPTEMBER 2014

	30-Sep-14 RM'000	30-Sep-13 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before taxation	2,624	8,086
Adjustments for:		
Debts recovered	(204)	(148)
Depreciation	4,134	3,683
Impairment loss on inventories no longer required	-	(563)
Gain on disposal of property, plant and equipment	(3,328)	6
Interest expense	189	579
Interest income	(468)	(328)
Share-based compensation pursuant to ESOS granted	753	777
Unrealised (gain)/loss on foreign exchange	(8)	(55)
Operating profit before working capital changes	<u>3,692</u>	12,037
Decrease in inventories	1,198	(1,257)
Decrease/(Increase) in receivables	(519)	(883)
(Decrease)/Increase in payables	<u>(7,856)</u>	(590)
Cash (used in)/generated from operations	(3,485)	9,307
Income tax paid	(1,722)	(2,871)
Interest paid	<u>(189)</u>	(579)
Net cash (used in)/generated from operating activities	(5,396)	5,857
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	468	328
Placement of fixed deposits	(2,995)	-
Proceeds from disposal of property, plant and equipment	4,863	217
Purchase of property, plant and equipment	<u>(5,024)</u>	(10,111)
Net cash used in investing activities	(2,688)	(9,566)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of finance lease	(1,162)	1,813
Repayment of RCSLS	-	(17,948)
Repayment of term loan	(22)	(551)
Proceed from issuance of shares pursuant to private placement	-	27,000
Proceeds from issuance of shares pursuant to ESOS	424	2,892
Net cash (used in)/ generated from financing activities	<u>(760)</u>	13,206
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(8,844)	9,497
Effects of foreign exchange rates changes	(22)	24
CASH AND CASH EQUIVALENTS AT BEGINNING	<u>33,158</u>	23,090
CASH AND CASH EQUIVALENTS AT END	<u>24,292</u>	32,611
Represented by:		
Fixed deposits with licensed banks	22,145	12,261
Cash and bank balances	2,147	20,350
	<u>24,292</u>	32,611

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