

**LUSTER INDUSTRIES BHD.**  
**Company No. 156148-P**  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2015**

	Unaudited as at 30-Jun-15 RM'000	Audited as at 31-Dec-14 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant & equipment	72,799	74,989
Goodwill on consolidation	20,729	20,729
	<u>93,528</u>	<u>95,718</u>
<b>Current assets</b>		
Inventories	14,041	13,245
Trade receivables	30,177	19,863
Other receivables, deposits and prepayments	11,676	10,245
Tax refundable	846	793
Fixed deposits with a licensed bank	6,329	6,302
Cash and bank balances	32,766	22,767
	<u>95,835</u>	<u>73,215</u>
	<u>189,363</u>	<u>168,933</u>
<b>TOTAL ASSETS</b>		
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	173,191	157,432
Share premium	951	942
Discount on shares	(22,618)	(22,618)
Warrant reserve	22,618	22,618
Other reserves	10,879	10,675
ICULS	473	490
Accumulated losses	(20,854)	(18,786)
	<u>164,640</u>	<u>150,753</u>
Non-controlling interests	-	-
<b>Total equity</b>	<u>164,640</u>	<u>150,753</u>
<b>Non-current liabilities</b>		
Borrowings	1,012	1,544
Deferred tax liabilities	1,452	1,452
	<u>2,464</u>	<u>2,996</u>
<b>Current liabilities</b>		
Trade payables	14,223	7,096
Other payables and accruals	4,847	4,986
Borrowings	2,934	2,843
Provision for taxation	255	259
	<u>22,259</u>	<u>15,184</u>
<b>Total liabilities</b>	<u>24,723</u>	<u>18,180</u>
	<u>189,363</u>	<u>168,933</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		
<b>Net assets per share (RM)</b>	<b>0.10</b>	<b>0.10</b>

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**  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE 3 MONTHS PERIOD ENDED 30 JUNE 2015**

	INDIVIDUAL QUARTER ENDED		CUMULATIVE QUARTER TO DATE	
	30-Jun-15 RM'000	30-Jun-14 RM'000	30-Jun-15 RM'000	30-Jun-14 RM'000
Revenue	30,246	26,717	60,301	53,004
Cost of sales	<u>(25,918)</u>	<u>(23,108)</u>	<u>(54,724)</u>	<u>(47,069)</u>
<b>Gross profit</b>	<b>4,328</b>	<b>3,609</b>	<b>5,577</b>	<b>5,935</b>
Other income	396	315	1,159	663
Administration expenses	(3,931)	(3,566)	(7,510)	(6,733)
Distribution expenses	<u>(394)</u>	<u>(233)</u>	<u>(742)</u>	<u>(375)</u>
<b>Results from operating activities</b>	<b>399</b>	<b>125</b>	<b>(1,516)</b>	<b>(510)</b>
Finance costs	<u>(60)</u>	<u>(64)</u>	<u>(126)</u>	<u>(133)</u>
<b>Profit/(loss) before taxation</b>	<b>339</b>	<b>61</b>	<b>(1,642)</b>	<b>(643)</b>
Taxation	<u>(288)</u>	<u>(133)</u>	<u>(426)</u>	<u>(350)</u>
<b>Profit/(loss) for the period</b>	<b>51</b>	<b>(72)</b>	<b>(2,068)</b>	<b>(993)</b>
<b>Other comprehensive income:</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income/(loss) for the period</b>	<b>51</b>	<b>(72)</b>	<b>(2,068)</b>	<b>(993)</b>
<b>Profit/(loss) for the year attributable to:</b>				
Owners of the parent	51	(245)	(2,068)	(789)
Non-controlling interests	<u>-</u>	<u>173</u>	<u>-</u>	<u>(204)</u>
	<b>51</b>	<b>(72)</b>	<b>(2,068)</b>	<b>(993)</b>
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of the parent	51	(245)	(2,068)	(789)
Non-controlling interests	<u>-</u>	<u>173</u>	<u>-</u>	<u>(204)</u>
	<b>51</b>	<b>(72)</b>	<b>(2,068)</b>	<b>(993)</b>
Basic earnings per ordinary shares (sen)	<u>0.00</u>	<u>(0.02)</u>	<u>(0.13)</u>	<u>(0.06)</u>
Diluted earnings per ordinary shares (sen)	<u>N/A</u>	<u>(0.00)</u>	<u>N/A</u>	<u>(0.01)</u>

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**  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE 3 MONTHS PERIOD ENDED 30 JUNE 2015**

	----- Attributable to owners of the parent -----							Non-controlling interests	Total equity	
	----- Non-distributable -----									
	Share capital	ICULS	Share premium	Warrant reserve	Discount on shares	Other reserves	Accumulated losses	Total	RM'000	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
As at 1 January 2015	157,432	490	942	22,618	(22,618)	10,675	(18,786)	150,753	-	150,753
Total comprehensive loss for the year	-	-	-	-	-	-	(2,068)	(2,068)	-	(2,068)
<b><i>Transactions with owners :</i></b>										
Issuance of shares pursuant to placement	15,703							15,703	-	15,703
Issuance of shares pursuant to ICULS conversion	17	(17)						-	-	-
Share-based compensation pursuant to ESOS granted						213		213	-	213
Issuance of shares pursuant to ESOS	39		-					39	-	39
Transfer upon exercise of ESOS			9			(9)		-	-	-
Total transactions with owners	15,759	(17)	9	-	-	204	-	15,955	-	15,955
As at 30 June 2015	173,191	473	951	22,618	(22,618)	10,879	(20,854)	164,640	-	164,640

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**

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE 3 MONTHS PERIOD ENDED 30 JUNE 2015**

	----- Attributable to owners of the parent -----							Total	Non-controlling interests	Total equity
	----- Non-distributable -----									
	Share capital	ICULS	Share premium	Warrant reserve	Discount on shares	Other reserves	Accumulated losses			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2014	138,693	18,800	847	22,618	(22,618)	1,426	(19,398)	140,368	11,252	151,620
Total comprehensive loss for the period	-	-	-	-	-	-	(789)	(789)	(204)	(993)
<i>Transactions with owners :</i>										
Issuance of shares pursuant to ICULS conversion	18,103	(18,103)						-	-	-
Share-based compensation pursuant to ESOS granted						418		418	-	418
Issuance of shares pursuant to ESOS	30							30	-	30
Transfer upon exercise of ESOS			6			(6)		-	-	-
Total transactions with owners	18,133	(18,103)	6	-	-	412	-	448	-	448
As at 30 June 2014	156,826	697	853	22,618	(22,618)	1,838	(20,187)	140,027	11,048	151,075

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**  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE 3 MONTHS PERIOD ENDED 30 JUNE 2015**

	<b>30-Jun-15</b>	<b>30-Jun-14</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(1,642)	(643)
Adjustments for:		
Debts recovered	-	(204)
Depreciation	2,687	2,736
Gain on disposal of property, plant and equipment	(91)	(17)
Interest expense	126	133
Interest income	(198)	(300)
Share-based compensation pursuant to ESOS granted	213	418
Unrealised (gain)/loss on foreign exchange	(174)	78
Operating profit before working capital changes	<u>921</u>	2,201
(Increase)/decrease in inventories	(797)	1,561
(Increase)/decrease in receivables	(11,615)	886
Increase/(decrease) in payables	<u>6,977</u>	(6,926)
Cash used in operations	(4,514)	(2,278)
Income tax paid	(484)	(1,089)
Interest paid	<u>(126)</u>	(133)
Net cash used in operating activities	(5,124)	(3,500)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	198	300
Proceeds from disposal of property, plant and equipment	91	23
Purchase of property, plant and equipment	(343)	(325)
Net cash used in investing activities	(54)	(2)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of finance lease	(579)	(732)
Repayment of term loan	(15)	(15)
Proceed from issuance of shares pursuant to private placement	15,703	-
Proceeds from issuance of shares pursuant to ESOS	39	30
Net cash generated from/(used in) financing activities	<u>15,148</u>	(717)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>9,970</b>	<b>(4,219)</b>
Effects of foreign exchange rates changes	56	(31)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING</b>	<u>24,922</u>	33,158
<b>CASH AND CASH EQUIVALENTS AT END</b>	<u><b>34,948</b></u>	<u>28,908</u>
<b>Represented by:</b>		
Fixed deposits with licensed banks	2,182	4,664
Cash and bank balances	<u>32,766</u>	24,244
	<u><b>34,948</b></u>	<u>28,908</u>

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.