



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the quarter and year ended 31 December 2014

(The figures have not been audited)

	Note	3 months ended 31 December		12 months ended 31 December	
		2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Revenue		65,205	61,095	229,205	177,142
Cost of sales		(44,312)	(50,271)	(169,597)	(117,211)
Gross profit		20,893	10,824	59,608	59,931
Other income		6,557	283	7,449	825
Administrative expenses		(4,987)	(4,566)	(12,577)	(12,919)
Selling and marketing expenses		(49)	(45)	(247)	(81)
Other expenses		-	(24)	-	(25)
Finance costs		(33)	(1,049)	(2,978)	(3,718)
Profit before tax	22	22,381	5,423	51,255	44,013
Income tax expense	25	(5,909)	(1,139)	(14,617)	(10,989)
Profit for the period/year		16,472	4,284	36,638	33,024
Other comprehensive income		-	-	-	-
Total comprehensive income for the period/year		16,472	4,284	36,638	33,024
Profit for the period/year attributable to :					
Owners of the parent		14,758	4,206	35,413	33,076
Non-controlling interests		1,714	78	1,225	(52)
		16,472	4,284	36,638	33,024
Total comprehensive income attributable to :					
Owners of the parent		14,758	4,206	35,413	33,076
Non-controlling interests		1,714	78	1,225	(52)
		16,472	4,284	36,638	33,024



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (contd.)

For the quarter and year ended 31 December 2014

(The figures have not been audited)

**Earnings Per Share
attributable to owners of
the parent:**

Basic, for profit for the period/year (Sen)	30	11.66	3.33	27.99	26.68
Diluted, for profit for the period/year (Sen)	30	11.66	3.33	27.99	26.67

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

As at 31 December 2014 and 31 December 2013

	Note	Unaudited As at 31 December 2014 RM'000	Audited As at 31 December 2013 RM'000
ASSETS			
Property, plant & equipment		8,559	7,431
Land held for property development		62,496	61,946
Investment property		51,382	45,170
Deferred tax assets		4,166	3,690
Total non-current assets		126,603	118,237
Property development costs		151,474	152,193
Inventories		12,249	1,641
Trade and other receivables		26,740	21,213
Other current assets		79,358	34,920
Investment securities	16	4,286	35,327
Cash and bank balances		17,474	21,776
Total current assets		291,581	267,070
TOTAL ASSETS		418,184	385,307
Equity attributable to owners of the parent			
Share capital		126,624	126,488
Share premium		9,964	9,957
Share option reserve		17	23
Retained earnings	21	95,874	73,123
		232,479	209,591
Non-controlling interests		2,355	830
Total Equity		234,834	210,421
LIABILITIES			
Loans and borrowings	27	41,475	55,259
Deferred tax liabilities		2	2
Total non-current liabilities		41,477	55,261
Loans and borrowings	27	58,829	41,736
Trade and other payables	17	75,013	74,039
Other current liabilities		7,238	1,383
Income tax payables		793	2,467
Total current liabilities		141,873	119,625
Total liabilities		183,350	174,886
TOTAL EQUITY AND LIABILITIES		418,184	385,307

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2014
(The figures have not been audited)

	<i>Non-distributable</i>		Attributable to owners of the parent		Non-Controlling interests RM'000	Total equity RM'000
	Share capital RM'000	Share premium RM'000	<i>Distributable</i> Retained earnings RM'000	Share option reserve RM'000		
At 1 January 2013	121,675	9,092	58,950	606	332	190,655
Total comprehensive income	-	-	33,076	-	(52)	33,024
Dividends on ordinary shares	-	-	(18,903)	-	-	(18,903)
Contribution of capital by non-controlling interests	-	-	-	-	550	550
Grant of equity-settled share options to employees	-	-	-	244	-	244
Exercise of employees share options	4,813	865	-	(817)	-	4,861
Forfeiture of employees share options	-	-	-	(10)	-	(10)
At 31 December 2013	<u>126,488</u> =====	<u>9,957</u> =====	<u>73,123</u> =====	<u>23</u> =====	<u>830</u> =====	<u>210,421</u> =====
At 1 January 2014	126,488	9,957	73,123	23	830	210,421
Total comprehensive income	-	-	35,413	-	1,225	36,638
Dividends on ordinary shares	-	-	(12,662)	-	-	(12,662)
Contribution of capital by non-controlling interests	-	-	-	-	300	300
Exercise of employees share options	136	7	-	(6)	-	137
At 31 December 2014	<u>126,624</u> =====	<u>9,964</u> =====	<u>95,874</u> =====	<u>17</u> =====	<u>2,355</u> =====	<u>234,834</u> =====

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2014

(The figures have not been audited)

	12 months ended 31 December	
	2014	2013
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	51,255	44,013
Adjustments for:		
Allowance for impairment of receivables	960	337
Allowance for impairment of inventories	-	259
Depreciation of property, plant and equipment	943	610
Dividend income	(326)	(380)
Forfeit of employees share options	-	(10)
(Gain)/loss on disposal of property, plant and equipment	(295)	631
Gain on fair value of investment property	(6,212)	-
Grant on equity-settled share options to employees	-	244
Interest expenses	2,978	3,718
Interest income	(237)	(211)
Inventories written off	9	24
Property, plant and equipment written off	5	-
Operating profit before working capital changes	<u>49,080</u>	<u>49,235</u>
Changes in working capital:		
Land held for property development	1,165	570
Property development costs	719	(25,334)
Inventories	(10,617)	(856)
Receivables	(6,487)	7,050
Other current assets	(44,438)	(8,944)
Payables	13,623	20,946
Other current liabilities	5,855	1,383
Cash generated from operations	<u>8,900</u>	<u>44,050</u>
Interest paid	(2,978)	(3,718)
Interest received	237	211
Tax paid	(16,893)	(12,371)
Tax refunded	126	49
Net cash (used in)/generated from operating activities	<u>(10,608)</u>	<u>28,221</u>



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (contd.)

For the year ended 31 December 2014

(The figures have not been audited)

	12 months ended 31 December	
	2014	2013
	RM'000	RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of land held for development	(1,715)	-
Dividend received	326	380
Expenditure on investment property	-	(683)
Proceeds from disposal of investment securities	38,400	18,000
Proceeds from disposal of property, plant and equipment	320	-
Proceeds from shares issued to non-controlling interest	300	550
Purchase of investment securities	(7,359)	(43,727)
Purchase of property, plant and equipment	(781)	(5,739)
Net cash generated from/(used in) investing activities	29,491	(31,219)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid on ordinary shares	(25,311)	(6,254)
Proceeds from loans and borrowings	46,500	30,600
Proceeds from exercise of employee share options	137	4,861
Repayment of finance leases	(200)	(833)
Repayment of loans and borrowings	(44,311)	(23,369)
Net cash (used in)/generated from financing activities	(23,185)	5,005
Net (decrease)/increase in cash and cash equivalents	(4,302)	2,007
Cash and cash equivalents at beginning of financial year	21,776	19,769
Cash and cash equivalents at end of financial year	17,474	21,776

Cash and cash equivalents at the end of the financial year comprised the following:

	As at 31 December	
	2014	2013
	RM'000	RM'000
Cash on hand and at banks	17,474	21,776
Cash and bank balances	17,474	21,776

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

1. Basis of Preparation

These condensed consolidated interim financial statements have been prepared on a historical basis except as disclosed in the accounting policies.

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2013. 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 year ended 31 December 2013.

2. Changes in Accounting Policies

Except as described below, the significant accounting policies adopted are consistent with those of the audited financial statement for the year ended 31 December 2013.

On 1 January 2014, the Group adopted the following FRSs and interpretations:-

FRSs and Interpretations

Amendments to FRS 132	: Offsetting Financial Assets and Financial Liabilities
Amendments to FRS 10, FRS 12 and FRS 127	: Investment Entities
Amendments to FRS 136	: Recoverable Amount Disclosures for Non-Financial Assets
Amendments to FRS 139	: Novation of Derivatives and Continuation of Hedge Accounting
IC Interpretation 21	: Levies

The application of the above FRSs, Amendments to FRSs and Interpretations did not result in any significant changes in the accounting policies and presentation of the financial results of the Group.

Malaysian Financial Reporting Standards (MFRS Framework)

On 19 November 2011, the Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (MFRS 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 (MFRS 141) and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parent, significant investor and venturer (herein called 'Transitioning Entities').

On 2 September 2014, MASB issued a new MASB approved accounting Standards MFRS 15 Revenue from Contracts with Customers (MFRS 15) applicable to financial statements for annual periods beginning on or after 1 January 2017. Related accounting standards namely MFRS 111 Construction Contracts, MFRS 118 Revenue and IC 15 shall be withdrawn on the application of MFRS 15. Adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2017.



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

2. Changes in Accounting Policies (contd.)

Malaysian Financial Reporting Standards (MFRS Framework) (contd.)

The Group falls within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 December 2017. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained earnings.

3. Comments about Seasonal or Cyclical Factors

The Group's performance was not materially affected by any seasonal or cyclical factors for the quarter under review.

4. Unusual Items Due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the quarter ended 31 December 2014.

5. Significant Estimates and Changes in Estimates

There were no changes in estimates that have had any material effect on the quarter ended 31 December 2014.

6. Property, Plant and Equipment

Acquisition and Disposals

During the year ended 31 December 2014, the Group acquired property, plant and equipment with an aggregate cost of RM1,320,000 (year ended 31 December 2013: RM Nil) by means of finance lease. The cash outflow on acquisition of property, plant and equipment amounted to RM780,623 during the year ended 31 December 2014 (year ended 31 December 2013: RM5,738,638).

Property, plant and equipment with the carrying amount of RM 24,771 was disposed off during the year ended 31 December 2014 (year ended 31 December 2013: RM630,746), resulting in a gain on disposal of RM294,729 which was included in other income (year ended 31 December 2013: loss on disposal of RM630,746 which was included in the administrative expenses).

Property, plant and equipment with the carrying amount of RM5,211 were written off during the year ended 31 December 2014, and the amount was included in the administrative expenses. There were no property, plant and equipment written off during the year ended 31 December 2013.

7. Debt and Equity Securities

During the financial quarter ended 31 December 2014, the Company issued 121,000 ordinary shares of RM1.00 each for cash pursuant to the Company's Employee Share Option Scheme. Arising from this, the Company issued and paid up share capital has increased to 126,624,095 ordinary shares.

Except for those disclosed in Note 16, there were no other issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter ended 31 December 2014.



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

8. Dividends Paid

On 21 November 2014, the Board of Directors of the Company had approved a single tier interim dividend of 10.00 sen per ordinary share for the financial year ended 31 December 2014 (financial year ended 31 December 2013 : 10.00 sen). The dividend was paid on 15 December 2014 to shareholders whose names appear in the Register of Depositors on 8 December 2014.

9. Segmental Information

Segmental information is not presented as the Group is principally engaged in realty development in Malaysia. Revenue and profit generated from construction and landscaping works is insignificant compared to the Group's overall revenue and profit.

10. Event After the Reporting Period

There are no events subsequent to the reporting date that have any material effect on the quarter ended 31 December 2014.

11. Changes in Composition of the Group

On 12 July 2013, Company had made application to the Companies Commission of Malaysia to strike off Ibraco Rise Sdn Bhd's name pursuant to Section 308 of the Companies Act, 1965. This subsidiary has been dormant since incorporation and has no intention to commence any business in the future. The proposed strike off has been completed as at the reporting date.

12. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities and contingent assets since the last annual statements of financial position as at 31 December 2013 till the end of the financial period.

13. Capital Commitments

	As at 31 December	
	2014	2013
	RM'000	RM'000
Approved and contracted for:		
Property, plant and equipment	47	142

14. Directors and Key Management Personnel Compensation

The total compensation inclusive of all benefits and perquisites paid to Directors of the Group and other members of key management during the quarter under review were as follows:

	3 months ended 31 December	
	2014	2013
	RM'000	RM'000
Directors	502	478
Key management personnel	618	419



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

15. Related Party Transactions

The related party transactions are as follows:

	Note	Transaction value 3 months ended 31 December		Balance outstanding as at 31 December	
		2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Sharifah Deborah Sophia Ibrahim	(a)				
Rental expense on premises		102	102	-	-
Hiap Ghee Seng Sdn Bhd	(b)				
Rental expense on premises		37	37	-	-

Notes

- (a) Sharifah Deborah Sophia Ibrahim is a major shareholder and Director of the Company.
- (b) Hiap Ghee Seng Sdn Bhd is a company connected to the Directors of the Company and of its subsidiary.

The Directors are of the opinion that the related party transactions and balances described above were carried out in the ordinary course of business and on mutually agreed terms.

16. Investment Securities

	Unaudited 31 December 2014 RM'000		Audited 31 December 2013 RM'000	
	Carrying amount	Market value of quoted investments	Carrying amount	Market value of quoted investments
<i>Held for trading investments</i>				
- Unit trusts (quoted in Malaysia)	4,286	4,286	35,327	35,327

17. Trade and Other Payables

	Unaudited 31 December 2014 RM'000	Audited 31 December 2013 RM'000
Trade and other payables	46,987	58,728
Provision for projects	28,026	15,311
Total trade and other payables	75,013	74,039



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

Review of Performance

18. Current financial quarter (4Q2014) Vs corresponding financial quarter (4Q2013)

The Group's revenue for 4Q2014 increased to RM65.21 million from RM61.10 million in 4Q2013. During this reporting quarter, revenue was primarily recognised from the sales of residential houses at Tabuan Tranquility Phase 2 and Phase 4, sales of apartments at Stutong Heights, sales of condominiums at Tabuan Tranquility Phase 2, sales of developed vacant land at Tabuan Tranquility Phase 2 and Phase 4 as well as Trombol 2, sales of 3-storey shophouses at Bintulu Town Square, construction project at Bintulu and rental income from investment property. The Group's revenue for 4Q2013 was primarily recognised from sales of residential houses at Tabuan Tranquility Phase 2 Stage 1, Phase 4 and Phase 5, sales of apartments at Stutong Heights, construction project at Bintulu and rental income from investment property. These projects comprised different type of properties and at varying stages of sales and completion. In addition, profit margin between projects also varies. These changes in product mix, sales and completion status have impact on the earnings of the Group.

Other income increased from RM0.28 million in 4Q2013 to RM6.56 million in 4Q2014. This significant increase was mainly due to gain in fair value of investment property recognised during this reporting quarter.

Administrative expenses increased to RM4.99 million compared to RM4.57 million in 4Q2013. The increase is mainly due to recognition of impairment of receivables and increase in staff costs during the current financial quarter. Other component of the administrative expenses has not varied much compared to that incurred during 4Q2013.

Finance costs decreased to RM0.03 million from RM1.05 million in 4Q2013. The decrease are primarily due to finance costs capitalised in property development account during the reporting quarter.

19. Current 12-month financial period (12M2014) Vs corresponding 12-month financial period (12M2013)

The Group's profit before tax for 12M2014 increased to RM51.26 million compared to a profit before tax of RM44.01 million recorded in 12M2013.

The Group's revenue for 12M2014 increased to RM229.21 million from RM177.14 million in 12M2013. During 12M2014, the revenue was primarily recognised from the sales of residential houses at Tabuan Tranquility Phase 2, Phase 4 and Phase 5, sales of apartments at Stutong Heights, sales of condominiums at Tabuan Tranquility Phase 2, sales of developed vacant land at Tabuan Tranquility Phase 2 and Phase 4 as well as Trombol 2, sales of 3-storey shophouses at Stutong and Bintulu Town Square, construction project at Bintulu and rental income from investment property. Whilst, revenue from 12M2013 was recognised from sales of residential houses at Tabuan Tranquility Phase 2 Stage 1, Phase 4 and Phase 5, sales of apartments at Stutong Heights, sales of developed vacant land at Tabuan Tranquility Phase 2, disposal of properties, construction project at Bintulu and rental income from investment property.



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

19. Current 12-month financial period (12M2014) Vs corresponding 12-month financial period (12M2013) (contd.)

Other income increased from RM0.83 million to RM7.45 million in 12M2014. This significant increase was mainly due to gain in fair value of investment property recognised during this financial period.

Despite the increase in allowance for impairment of receivables and staff costs, the aggregate administrative expenses decreased to RM12.58 million compared to RM12.92 million in 12M2013. The decrease is mainly due to recognition of grant of equity-settled share options to employees, huge promotional costs incurred on the upcoming development projects and property, plant and equipment written off recognised in the corresponding financial period. Other components of the administrative expenses have not varied much compared to that incurred during the corresponding period.

Finance costs decreased from RM3.72 million in 12M2013 to RM2.98 million in 12M2014. This is primarily due to capitalisation finance costs in property development account.

20. Comparison with Immediate Preceding Quarter's Results

The Group recorded a profit before tax of RM22.38 million compared to a profit before tax of RM11.40 million recorded in the immediate preceding quarter ended 30 September 2014.

The Group's revenue for the current financial quarter ended 31 December 2014 increased to RM65.21 million compared to RM48.63 million in the immediate preceding quarter ended 30 September 2014. Apart from the recognition of revenue from the sales of condominiums at Tabuan Tranquility Phase 2, sales of developed vacant land at Tabuan Tranquility Phase 4 and sales of 3-storey shophouses at Bintulu Town Square in the current financial quarter and sales of 3-storey shophouses at Stutong in the immediate preceding quarter, the revenue source for both financial quarters are similar, i.e. recognition from on-going development projects namely sales of residential houses at Tabuan Tranquility Phase 2 and Phase 4, sales of apartments at Stutong Heights, sales of developed vacant land at Tabuan Tranquility Phase 2 and Trombol 2, construction project at Bintulu and rental income from its investment property.

Other income increased from RM0.45 million in the immediate preceding quarter to RM6.56 million in this reporting quarter. This significant increase was mainly due to gain in fair value of investment property recognised during this current financial quarter.

Administrative expenses increased to RM4.99 million compared to RM2.47 million in the immediate preceding quarter ended 30 September 2014. The increase is mainly due to increase in corporate social responsibility expenses, recognition of impairment of receivables and provision for staff bonus in the current financial quarter. Other component of the administrative expenses has not varied much compared to that incurred during the immediate preceding quarter.

Finance costs have decreased from RM1.30 million in the immediate preceding quarter to RM0.03 million in this reporting quarter.



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

21. Retained Earnings

	Unaudited 31 December 2014 RM'000	Audited 31 December 2013 RM'000
Realised	105,113	79,356
Unrealised	(9,239)	(6,233)
Total retained earnings	95,874	73,123

22. Profit Before Tax

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

	3 months ended 31 December		12 months ended 31 December	
	2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Allowance for impairment of receivables	960	337	960	337
Allowance for impairment of inventories	-	259	-	259
Depreciation of property, plant and equipment	255	202	943	610
Dividends income	(125)	(125)	(326)	(380)
Forfeit of employees share options	-	-	-	(10)
(Gain)/loss on disposal of property, plant and equipment	-	-	(295)	631
Gain on fair value of investment property	(6,212)	-	(6,212)	-
Interest expenses	33	1,049	2,978	3,718
Interest income	(98)	(78)	(237)	(211)
Inventories written off	9	4	9	24
Other income	(122)	(80)	(379)	(234)
Property, plant and equipment written off	-	-	5	-
Share options granted under employee share options scheme	-	(9)	-	244

23. Prospects

The principal activity of the Group is realty development. In this respect, the performance of the Group is highly impacted by any movement in raw material and labour costs as well as demand of our properties which have been strong to-date. Contract for construction works are awarded on a lump sum basis to minimise the risk of labour and material price fluctuations.

The Group plan to launch more projects comprising mainly residential and commercial properties in 2015 and future years. The Group monitors the market demand for our products and adopts a prudent approach with respect to any new projects.



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

24. Actual Profit against Forecast Profit and Profit Guarantee

The disclosure requirements for explanatory notes for the variance of actual profit after tax and non-controlling interests and forecast profit after tax and non-controlling interests and for the shortfall in profit guarantee are not applicable.

25. Income Tax Expense

	3 months ended 31 December		12 months ended 31 December	
	2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Current income tax:				
- Malaysian income tax	7,185	1,437	15,113	12,347
- (Over)/under provision in respect of previous years	1	(1)	(20)	50
	<u>7,186</u>	<u>1,436</u>	<u>15,093</u>	<u>12,397</u>
Deferred tax	(1,277)	(297)	(476)	(1,408)
Total income tax expense	<u>5,909</u>	<u>1,139</u>	<u>14,617</u>	<u>10,989</u>

Income tax is calculated at the Malaysian statutory tax rate of 25% of the estimated assessable profit for the period.

The effective tax rate of the Group for both quarters are higher than the statutory tax rate principally due to certain expenses are not deductible for tax purposes.

26. Status of Corporate Proposals

On 12 December 2014, Ibraco Berhad entered into a joint development agreement with Ibraco HGS Sdn Bhd for the joint development of lands. The proposal is subject to shareholders and relevant regulatory authorities' approval. The proposal is expected to be completed within 6 months from the announcement date.

27. Loans and Borrowings

	Unaudited As at 31 December 2014 RM'000	Audited As at 31 December 2013 RM'000
Short term borrowings		
Secured: Finance lease liabilities	375	121
Revolving credits	40,300	19,700
Term loans	18,154	21,915
	<u>58,829</u>	<u>41,736</u>
Long term borrowings		
Secured: Finance lease liabilities	1,153	287
Term loans	40,322	54,972
	<u>41,475</u>	<u>55,259</u>
Total loans and borrowings	<u>100,304</u>	<u>96,995</u>

All the above loans and borrowings are from domestic Malaysian sources and are denominated in Ringgit Malaysia.

The Group did not issue any debt securities.



IBRACO BERHAD (011286-P)
(Incorporated in Malaysia)

28. Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off balance sheet risk as at 23 February 2015, the latest practicable date which is not earlier than 7 days from the date of this quarterly report.

29. Changes in Material Litigation

There was no known material litigation as at 23 February 2015.

30. Earnings Per Share

The following reflect the profit and share data used in the computation of basic and diluted earnings per share:

	3 months ended		12 months ended	
	31 December		31 December	
	2014	2013	2014	2013
Profit attributable to owners of the parent (RM'000)	14,758	4,206	35,413	33,076
Weighted average number of ordinary shares in issue ('000)	126,559	126,224	126,512	123,967
Effects of dilution - share options ('000)	4	74	4	65
Weighted average number of ordinary shares for diluted earnings per share computation ('000)	126,563	126,298	126,516	124,032
Basic earnings per share (sen)	11.66	3.33	27.99	26.68
Diluted earnings per share (sen)	11.66	3.33	27.99	26.67

31. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2013 was not qualified.

32. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 27 February 2015.