



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

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

For the three-month period ended 31 March 2015

(The figures have not been audited)

	Note	Current Quarter 3 months ended 31 March		Cumulative Quarter 3 months ended 31 March	
		2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
Revenue		57,180	59,005	57,180	59,005
Cost of sales		(37,215)	(46,751)	(37,215)	(46,751)
<b>Gross profit</b>		19,965	12,254	19,965	12,254
Other income		165	215	165	215
Administrative expenses		(2,798)	(2,431)	(2,798)	(2,431)
Selling and marketing expenses		(112)	(22)	(112)	(22)
Finance costs		(602)	(732)	(602)	(732)
<b>Profit before tax</b>	21	16,618	9,284	16,618	9,284
Income tax expense	24	(3,962)	(2,581)	(3,962)	(2,581)
<b>Profit for the period</b>		12,656	6,703	12,656	6,703
<b>Other comprehensive income</b>		-	-	-	-
<b>Total comprehensive income for the period</b>		12,656	6,703	12,656	6,703
<b>Profit for the period attributable to :</b>					
<b>Owners of the parent</b>		10,555	6,372	10,555	6,372
<b>Non-controlling interests</b>		2,101	331	2,101	331
		12,656	6,703	12,656	6,703
<b>Total comprehensive income attributable to :</b>					
<b>Owners of the parent</b>		10,555	6,372	10,555	6,372
<b>Non-controlling interests</b>		2,101	331	2,101	331
		12,656	6,703	12,656	6,703



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**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (contd.)**

For the three-month ended 31 March 2015

(The figures have not been audited)

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

Basic, for profit for the period (Sen)	29	8.34	5.04	8.34	5.04
Diluted, for profit for the period (Sen)	29	8.34	5.04	8.34	5.04

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 the interim financial statements.



**IBRACO BERHAD (011286-P)**  
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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 31 March 2015 and 31 December 2014

	Note	Unaudited As at 31 March 2015 RM'000	Audited As at 31 December 2014 RM'000
<b>ASSETS</b>			
Property, plant & equipment		8,372	8,558
Land held for property development		144,366	130,846
Investment property		51,400	51,400
Deferred tax assets		4,151	4,732
<b>Total non-current assets</b>		208,289	195,536
Property development costs		92,003	84,089
Inventories		9,764	12,249
Trade and other receivables		55,809	26,648
Other current assets		71,894	80,658
Investment securities	16	7,386	4,286
Cash and bank balances		25,557	17,474
<b>Total current assets</b>		262,413	225,404
<b>TOTAL ASSETS</b>		470,702	420,940
<b>Equity attributable to owners of the parent</b>			
Share capital		126,634	126,624
Share premium		9,981	9,964
Share option reserve		-	17
Retained earnings	20	107,395	96,840
		244,010	233,445
<b>Non-controlling interests</b>		5,618	3,517
<b>Total Equity</b>		249,628	236,962
<b>LIABILITIES</b>			
Loans and borrowings	26	62,586	41,540
Deferred tax liabilities		2	2
<b>Total non-current liabilities</b>		62,588	41,542
Loans and borrowings	26	60,716	58,764
Trade and other payables	17	62,069	75,641
Other current liabilities		35,701	7,238
Income tax payables		-	793
<b>Total current liabilities</b>		158,486	142,436
<b>Total liabilities</b>		221,074	183,978
<b>TOTAL EQUITY AND LIABILITIES</b>		470,702	420,940

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.



**IBRACO BERHAD (011286-P)**  
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the three-month period ended 31 March 2015  
(The figures have not been audited)

	Attributable to owners of the parent				Non-Controlling interests RM'000	Total equity RM'000
	<i>Non-distributable</i> Share capital RM'000	Share premium RM'000	<i>Distributable</i> Retained earnings RM'000	Share option reserve RM'000		
<b>At 1 January 2014</b>	126,488	9,957	73,123	23	830	210,421
Total comprehensive income	-	-	36,379	-	2,387	38,766
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
<b>At 31 December 2014</b>	<u>126,624</u>	<u>9,964</u>	<u>96,840</u>	<u>17</u>	<u>3,517</u>	<u>236,962</u>
<b>At 1 January 2015</b>	126,624	9,964	96,840	17	3,517	236,962
Total comprehensive income	-	-	10,555	-	2,101	12,656
Exercise of employees share options	10	17	-	(17)	-	10
<b>At 31 March 2015</b>	<u>126,634</u>	<u>9,981</u>	<u>107,395</u>	<u>-</u>	<u>5,618</u>	<u>249,628</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 2014 and the accompanying explanatory notes attached to the interim financial statements.



**IBRACO BERHAD (011286-P)**  
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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

For the three-month period ended 31 March 2015

(The figures have not been audited)

	<b>3 months ended 31 March</b>	
	<b>2015</b>	<b>2014</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	16,618	9,284
Adjustments for:		
Depreciation of property, plant and equipment	300	222
Dividend income	(92)	(50)
Gain on disposal of property, plant and equipment	-	(13)
Interest expenses	602	732
Interest income	(36)	(75)
Operating profit before working capital changes	<u>17,392</u>	<u>10,100</u>
Changes in working capital:		
Land held for property development	(20)	-
Property development costs	(7,914)	(2,147)
Inventories	2,485	350
Receivables	(28,573)	(6,274)
Other current assets	8,764	(14,528)
Payables	(13,572)	(3,644)
Other current liabilities	28,463	4,779
Deposits pledged for bank guarantee	(6)	-
Cash generated from/(used in) operations	<u>7,019</u>	<u>(11,364)</u>
Interest paid	(602)	(732)
Interest received	36	75
Taxes paid	<u>(4,762)</u>	<u>(4,916)</u>
<b>Net cash generated from/(used in) operating activities</b>	<u>1,691</u>	<u>(16,937)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of land held for development	(13,500)	-
Dividend received	92	50
Proceeds from disposal of investment securities	15,000	27,000
Proceeds from disposal of property, plant and equipment	-	13
Purchase of investment securities	(18,100)	(955)
Purchase of property, plant and equipment	<u>(114)</u>	<u>(96)</u>
<b>Net cash (used in)/generated from investing activities</b>	<u>(16,622)</u>	<u>26,012</u>



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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (contd.)**

For the three-month period ended 31 March 2015

(The figures have not been audited)

	<b>3 months ended 31 March</b>	
	<b>2015</b>	<b>2014</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid on ordinary shares	-	(12,649)
Proceeds from loans and borrowings	34,000	4,000
Proceeds from exercise of employee share options	10	-
Repayment of finance leases	(81)	(50)
Repayment of loans and borrowings	(10,921)	(5,764)
<b>Net cash generated from/(used in) financing activities</b>	<b>23,008</b>	<b>(14,463)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>8,077</b>	<b>(5,388)</b>
<b>Cash and cash equivalents at beginning of financial period</b>	<b>15,333</b>	<b>19,698</b>
<b>Cash and cash equivalents at end of financial period</b>	<b>23,410</b>	<b>14,310</b>

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

	<b>As at 31 March</b>	
	<b>2015</b>	<b>2014</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash and bank balances	25,557	16,388
Less:		
Deposits with maturity more than 3 months	1,286	1,243
Deposits pledged for bank guarantee	861	835
<b>Cash and cash equivalents</b>	<b>23,410</b>	<b>14,310</b>

The condensed consolidated statement of cash flows 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.



**IBRACO BERHAD (011286-P)**  
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**PART A – EXPLANATORY NOTES PURSUANT TO FRS 134**

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**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 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 year ended 31 December 2014.

**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 2014.

On 1 January 2015, the Group adopted the following FRSs:-

**FRSs**

Amendments to FRS 119 : Defined Benefit Plans : Employee Contributions  
Annual Improvements to FRSs 2010 – 2012 Cycle  
Annual Improvements to FRSs 2011 – 2013 Cycle

The application of the above FRSs and Amendments to FRSs 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)**  
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**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 March 2015.

**5. Significant Estimates and Changes in Estimates**

There were no changes in estimates that have had any material effect on the quarter ended 31 March 2015.

**6. Property, Plant and Equipment**

**Acquisition and Disposals**

During the three months ended 31 March 2015, the Group acquired property, plant and equipment with an aggregate cost of RM Nil (three months ended 31 March 2014: RM320,000) by means of finance lease. The cash outflow on acquisition of property, plant and equipment amounted to RM113,687 during the three months ended 31 March 2015 (three months ended 31 March 2014: RM96,185).

There were no disposals during the three months ended 31 March 2015. Property, plant and equipment with the carrying amount of RM1 was disposed off during the three months ended 31 March 2014, resulting in a gain on disposal of RM12,999 which was included in other income.

**7. Debt and Equity Securities**

During the financial quarter ended 31 March 2015, the Company issued 10,000 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 126,634,095 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 March 2015.

**8. Dividends Paid**

There was no dividend paid during the quarter ended 31 March 2015.





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**9. Segmental Information**

**Geographical segment**

No geographical segment analysis has been presented as the Group's business interest is predominately located in Malaysia.

**Business segment**

The Group is principally engaged in property development, property holding and construction works. Revenue and profit generated from landscaping works is insignificant compared to the Group's overall revenue and profit.

Results for 3 months ended 31 March 2015 (1Q2015) and 3 months ended 31 March 2014 (1Q2014) are as follows:

	Property development activities		Property holding		Construction works		Elimination		Per consolidated financial statements	
	1Q2015	1Q2014	1Q2015	1Q2014	1Q2015	1Q2014	1Q2015	1Q2014	1Q2015	1Q2014
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue:</b>										
External customers	53,768	41,888	776	704	2,636	16,413	-	-	57,180	59,005
Inter-segment	-	-	-	-	31,138	32,646	(31,138)	(32,646)	-	-
<b>Total revenue</b>	<u>53,768</u>	<u>41,888</u>	<u>776</u>	<u>704</u>	<u>33,774</u>	<u>49,059</u>	<u>(31,138)</u>	<u>(32,646)</u>	<u>57,180</u>	<u>59,005</u>
	=====	=====	=====	=====	=====	=====	=====	=====	=====	=====
<b>Segment profit</b>	<u>13,043</u>	<u>3,907</u>	<u>753</u>	<u>701</u>	<u>276</u>	<u>4,705</u>	<u>2,546</u>	<u>(29)</u>	<u>16,618</u>	<u>9,284</u>
	=====	=====	=====	=====	=====	=====	=====	=====	=====	=====



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**9. Segmental Information (contd.)**

Segment profit is reconciled to profit before tax presented in the condensed consolidated statement of comprehensive income as follows:

	<b>1Q2015</b>	<b>1Q2014</b>
	<b>RM'000</b>	<b>RM'000</b>
Segment profit	17,220	10,016
Finance costs	(602)	(732)
	<hr/>	<hr/>
Profit before tax	16,618	9,284
	=====	=====

**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 March 2015.

**11. Changes in Composition of the Group**

There were no changes in the composition of the Group during the current quarter ended 31 March 2015.

**12. Changes in Contingent Liabilities and Contingent Assets**

There were no contingent liabilities and contingent assets since the last annual statement of financial position as at 31 December 2014 till the end of the financial period.

**13. Capital Commitments**

	<b>As at 31 March</b>	
	<b>2015</b>	<b>2014</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Approved and contracted for:</b>		
Land held for development	41,500	-
Property, plant and equipment	47	261

**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:

	<b>3 months ended 31 March</b>	
	<b>2015</b>	<b>2014</b>
	<b>RM'000</b>	<b>RM'000</b>
Directors	353	258
Key management personnel	226	116



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**15. Related Party Transactions**

The related party transactions are as follows:

	Note	Transaction value 3 months ended 31 March		Balance outstanding as at 31 March	
		2015	2014	2015	2014
		RM'000	RM'000	RM'000	RM'000
<b>Sharifah Deborah Sophia Ibrahim</b>	(a)				
Rental expense on premises		102	102	-	-
<b>Hiap Ghee Seng Sdn Bhd</b>	(b)				
Rental expense on premises		37	37	-	-
Sales of 2 units of 3-storey commercial properties at Tabuan Tranquility Phase 3	*	(2,843)	-	2,487	-
<b>Chew Chiaw Han</b>	(c)				
Sales of 1 unit of 3-storey shop office at Bintulu Town Square	*	(2,168)	-	1,943	-
Sales of 1 unit of lock-up shop at Bintulu Town Square	*	(258)	-	245	-

**Notes**

\* These balances are not yet due for payment in accordance to the terms and conditions of the Sale & Purchase Agreement.

(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.

(c) Chew Chiaw Han is the Managing Director and major a shareholder of the Company.

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.



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**16. Investment Securities**

	<b>Unaudited 31 March 2015 RM'000</b>		<b>Audited 31 December 2014 RM'000</b>	
	Carrying amount	Fair value of quoted securities	Carrying amount	Fair value of quoted securities
<i>Financial assets at fair value through profit or loss</i>				
- Unit trusts (quoted in Malaysia)	7,386	7,386	4,286	4,286

**17. Trade and Other Payables**

	<b>Unaudited 31 March 2015 RM'000</b>	<b>Audited 31 December 2014 RM'000</b>
Trade and other payables	37,064	47,311
Provision for projects	25,005	28,330
<b>Total trade and other payables</b>	<b>62,069</b>	<b>75,641</b>



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

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**Review of Performance**

**18. Current financial quarter (1Q2015) Vs corresponding financial quarter (1Q2014)**

The Group's revenue for 1Q2015 decreased to RM57.18 million from RM59.01 million in 1Q2014. 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 Trombol 2, sales of 3-storey shop office at Tabuan Tranquility Phase 3, sales of 3-storey shophouses at Bintulu Town Square, construction project at Bintulu and rental income from investment property. The Group's revenue for 1Q2014 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, sales of developed vacant land at Tabuan Tranquility Phase 2, 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 decreased from RM0.22 million in 1Q2014 to RM0.17 million in 1Q2015. This other income comprised of dividend income earned from investment securities, interest income earned from short term placement with licensed banks, tender documents fee and administrative charges for sub-sales.

Administrative expenses increased to RM2.80 million compared to RM2.43 million in 1Q2014. The increase is mainly due to increase in staff costs and corporate social responsibility expenses during the current financial quarter. Other component of the administrative expenses has not varied much compared to that incurred during 1Q2014.

Finance costs decreased to RM0.60 million from RM0.73 million in 1Q2014. The decrease are primarily due to repayment of loans and borrowings during the reporting quarter.

**19. Comparison with Immediate Preceding Quarter's Results**

The Group recorded a profit before tax of RM16.62 million compared to a profit before tax of RM23.94 million recorded in the immediate preceding quarter ended 31 December 2014.

The Group's revenue for the current financial quarter ended 31 March 2015 decreased to RM57.18 million compared to RM65.06 million in the immediate preceding quarter ended 31 December 2014. Apart from the recognition of revenue from the sales of 3-storey shop office at Tabuan Tranquility Phase 3 in the current financial quarter and sales of developed vacant land at Tabuan Tranquility Phase 2 and Phase 4 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 Trombol 2, sales of condominiums at Tabuan Tranquility Phase 2, sales of 3-storey shophouses at Bintulu Town Square, construction project at Bintulu and rental income from its investment property.

Other income decreased from RM6.57 million in the immediate preceding quarter to RM0.17 million in this reporting quarter. This significant decrease was mainly due to recognition of fair value gain of investment property in the immediate preceding quarter.



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**19. Comparison with Immediate Preceding Quarter's Results (contd.)**

Administrative expenses decreased to RM2.80 million compared to RM5.31 million in the immediate preceding quarter ended 31 December 2014. The decrease are mainly due to recognition of impairment of receivables, corporate social responsibility expenses and provision for staff bonus in the immediate preceding financial quarter. Other components of the administrative expenses have not varied much compared to that incurred during the immediate preceding quarter.

Finance costs have increased from RM0.03 million in the immediate preceding quarter to RM0.60 million in this reporting quarter. The increase are primarily due to the finance costs incurred in the immediate preceding quarter were capitalised in the property development costs.

**20. Retained Earnings**

	<b>Unaudited 31 March 2015 RM'000</b>	<b>Audited 31 December 2014 RM'000</b>
Realised	114,498	105,817
Unrealised	(7,103)	(8,977)
<b>Total retained earnings</b>	<b>107,395</b>	<b>96,840</b>

**21. Profit before tax**

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

	<b>3 months ended 31 March</b>		<b>3 months ended 31 March</b>	
	<b>2015 RM'000</b>	<b>2014 RM'000</b>	<b>2015 RM'000</b>	<b>2014 RM'000</b>
Depreciation of property, plant and equipment	300	222	300	222
Dividends income	(92)	(50)	(92)	(50)
Gain on disposal of property, plant and equipment	-	(13)	-	(13)
Interest expenses	602	732	602	732
Interest income	(36)	(75)	(36)	(75)
Other income	(37)	(77)	(37)	(77)

**22. 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 plans 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.



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**23. 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.

**24. Income Tax Expense**

	3 months ended 31 March		3 months ended 31 March	
	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
Current income tax:				
- Malaysian income tax	3,381	2,220	3,381	2,220
Deferred tax	581	361	581	361
<b>Total income tax expense</b>	<b>3,962</b>	<b>2,581</b>	<b>3,962</b>	<b>2,581</b>

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 the current financial quarter is slightly lower than the statutory tax rate principally due to deferred tax assets recognised. Whilst, the effective tax rate of the Group for the corresponding financial quarter is slightly higher than the statutory tax rate mainly due to certain expenses are not deductible for tax purposes.

**25. Status of Corporate Proposals**

On 12 December 2014, the Company has entered into a joint development agreement with Ibraco HGS Sdn Bhd for the joint development of lands. The shareholders of the Company have approved the resolution in relation to the joint development of lands in an extraordinary general meeting held on 12 March 2015.

**26. Loans and Borrowings**

	Unaudited As at 31 March 2015 RM'000	Audited As at 31 December 2014 RM'000
<b>Short term borrowings</b>		
Secured: Finance lease liabilities	342	310
Revolving credits	41,300	40,300
Term loans	19,074	18,154
	<b>60,716</b>	<b>58,764</b>
<b>Long term borrowings</b>		
Secured: Finance lease liabilities	1,105	1,218
Term loans	61,481	40,322
	<b>62,586</b>	<b>41,540</b>
<b>Total loans and borrowings</b>	<b>123,302</b>	<b>100,304</b>

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)

**27. Off Balance Sheet Financial Instruments**

The Group does not have any financial instruments with off balance sheet risk as at 18 May 2015, the latest practicable date which is not earlier than 7 days from the date of this quarterly report.

**28. Changes in Material Litigation**

There was no known material litigation as at 18 May 2015.

**29. 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 31 March		3 months ended 31 March	
	2015	2014	2015	2014
Profit attributable to owners of the parent (RM'000)	10,555	6,372	10,555	6,372
Weighted average number of ordinary shares in issue ('000)	126,626	126,488	126,626	126,488
Effects of dilution - share options ('000)	-	63	-	63
Weighted average number of ordinary shares for diluted earnings per share computation ('000)	126,626	126,551	126,626	126,551
Basic earnings per share (sen)	8.34	5.04	8.34	5.04
Diluted earnings per share (sen)	8.34	5.04	8.34	5.04

**30. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the financial statements for the financial year ended 31 December 2014 was not qualified.

**31. 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 22 May 2015.