

IQ GROUP HOLDINGS BERHAD
(Company No. 636944-U)
(Incorporated in Malaysia under the Companies Act, 1965)

FIRST QUARTER REPORT ENDED 30 JUNE 2014

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE QUARTER ENDED 30 JUNE 2014**

	Individual Quarter		Cumulative Quarter	
	Current year quarter ended	Preceding year corresponding quarter ended	Current year to-date for 3 months ended	Preceding year corresponding period of 3 months ended
	30 June 2014 RM'000	30 June 2013 RM'000	30 June 2014 RM'000	30 June 2013 RM'000
Revenue	56,740	38,826	56,740	38,826
Investment revenue	23	34	23	34
Other gains and losses	(629)	303	(629)	303
Changes in inventories of finished goods and work-in-progress	(499)	2,341	(499)	2,341
Raw materials and consumables used	(20,309)	(13,861)	(20,309)	(13,861)
Purchase of trading goods	(7,634)	(7,660)	(7,634)	(7,660)
Employee benefits expense	(10,008)	(9,204)	(10,008)	(9,204)
Depreciation and amortisation of non-current assets	(1,509)	(1,643)	(1,509)	(1,643)
Finance costs	(4)	(24)	(4)	(24)
Other operating expenses	(7,435)	(7,002)	(7,435)	(7,002)
Share of results of jointly controlled entity	-	(227)	-	(227)
Profit/(loss) before tax	8,736	1,883	8,736	1,883
Tax income/(expense)	(1,372)	(362)	(1,372)	(362)
Profit/(loss) for the period	7,364	1,521	7,364	1,521
Profit/(loss) for the period attributable to:				
Owners of the Company	7,466	1,521	7,466	1,521
Non-controlling interests	(102)	-	(102)	-
	7,364	1,521	7,364	1,521
Earnings/(loss) per ordinary share attributable to owners of the Company (sen):				
Basic	8.78	1.79	8.78	1.79
Diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the year ended 31 March 2014 and the accompanying explanatory notes attached to this interim financial report.

IQ GROUP HOLDINGS BERHAD
(Company No. 636944-U)
(Incorporated in Malaysia under the Companies Act, 1965)

FIRST QUARTER REPORT ENDED 30 JUNE 2014

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 JUNE 2014**

	Individual Quarter		Cumulative Quarter	
	Current year quarter ended	Preceding year corresponding quarter ended	Current year to-date for 3 months ended	Preceding year corresponding period of 3 months ended
	30 June 2014 RM'000	30 June 2013 RM'000	30 June 2014 RM'000	30 June 2013 RM'000
Net profit/(loss) for the period	7,364	1,521	7,364	1,521
Exchange differences on translating foreign operations	300	1,116	300	1,116
Total comprehensive income/(loss) for the period	7,664	<u>2,637</u>	7,664	<u>2,637</u>
Total comprehensive income/(loss) attributable to:				
Owners of the Company	7,766	2,637	7,766	2,637
Non-controlling interests	(102)	-	(102)	-
	<u>7,664</u>	<u>2,637</u>	<u>7,664</u>	<u>2,637</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 March 2014 and the accompanying explanatory notes attached to this interim financial report.

IQ GROUP HOLDINGS BERHAD
(Company No. 636944-U)
(Incorporated in Malaysia under the Companies Act, 1965)

FIRST QUARTER REPORT ENDED 30 JUNE 2014

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at end of current quarter 30 June 2014 Unaudited RM'000	As at preceding financial year ended 31 March 2014 Audited RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	15,063	15,617
Prepaid lease payments on leasehold land	1,694	1,706
Product development costs	7,593	7,380
Deferred tax assets	738	1,040
Goodwill on consolidation	279	101
Total non-current assets	25,367	25,844
Current assets		
Inventories	41,003	39,409
Trade and other receivables	55,194	45,219
Other financial assets	254	85
Current tax assets	-	10
Other assets	9,034	5,956
Cash and bank balances	20,214	20,927
Total current assets	125,699	111,606
Total assets	151,066	137,450
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	85,034	85,030
Reserves	3,052	2,710
Retained earnings/(accumulated losses)	16,196	8,772
Total equity attributable to Owners of the Company	104,282	96,512
Non-controlling interest	726	611
Total equity	105,008	97,123
Non-current liabilities		
Deferred tax liabilities	1,154	1,452
Deferred revenue	133	132
Total non-current liabilities	1,287	1,584
Current liabilities		
Trade and other payables	41,961	36,405
Borrowings	100	198
Tax liabilities	2,612	2,008
Deferred revenue	98	132
Total current liabilities	44,771	38,743
Total liabilities	46,058	40,327
Total equity and liabilities	151,066	137,450
Net assets per share attributable to owners of the Company (RM)	1.23	1.14

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 March 2014 and the accompanying explanatory notes attached to this interim financial report.

IQ GROUP HOLDINGS BERHAD
(Company No. 636944-U)
(Incorporated in Malaysia under the Companies Act, 1965)

FIRST QUARTER REPORT ENDED 30 JUNE 2014

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED 30 JUNE 2014**

	< -----Attributable to owners of the Company ----->							Total RM'000
	Non-Distributable			Distributable				
	Share Capital RM'000	Share Premium RM'000	Translation Reserve RM'000	Share Option Reserve RM'000	Legal Reserve RM'000	Retained Earnings RM'000	Non- controlling interest RM'000	
Balance as of 1 April 2014	85,030	7,504	(5,231)	409	28	8,772	611	97,123
Profit for the year						7,466	(102)	7,364
Other comprehensive income/(loss) for the period			300					300
Total comprehensive income/(loss) for the period			<u>300</u>			<u>7,466</u>	<u>(102)</u>	<u>7,664</u>
Transactions with owners of the Company:								
Share-based payment forfeited								-
Share-based payment exercised				(1)		1		-
Recognition of share-based payment								-
Non-controlling interest arising on the acquisition of subsidiary							217	217
Issue of ordinary shares under employee share option scheme	4							4
Appropriation to reserve on dividends paid by subsidiary					43	(43)		-
Balance as of 30 June 2014	<u>85,034</u>	<u>7,504</u>	<u>(4,931)</u>	<u>408</u>	<u>71</u>	<u>16,196</u>	<u>726</u>	<u>105,008</u>
Balance as of 1 April 2013	85,000	7,504	(5,875)	145	28	(2,455)	-	84,347
Profit for the year						1,521		1,521
Other comprehensive income/(loss) for the period			1,116					1,116
Total comprehensive income/(loss) for the period			<u>1,116</u>			<u>1,521</u>		<u>2,637</u>
Share-based payment forfeited						-		-
Transfer to legal reserve						-		-
Balance as of 30 June 2013	<u>85,000</u>	<u>7,504</u>	<u>(4,759)</u>	<u>145</u>	<u>28</u>	<u>(934)</u>	<u>-</u>	<u>86,984</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 March 2014 and the accompanying explanatory notes attached to this interim financial report.

IQ GROUP HOLDINGS BERHAD
(Company No. 636944-U)
(Incorporated in Malaysia under the Companies Act, 1965)

FIRST QUARTER REPORT ENDED 30 JUNE 2014

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE THREE MONTHS ENDED 30 JUNE 2014**

	Individual Quarter	
	Current year quarter ended 30 June 2014 RM'000	Preceding year corresponding quarter ended 30 June 2013 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) for the year	7,364	1,521
Adjustments for :		
Depreciation and amortisation of non-current assets	1,509	1,643
Tax expense recognised in profit or loss	1,372	362
Share of results of jointly controlled entity	-	227
Unrealised (gain)/loss on foreign exchange	321	(440)
Finance costs recognised in profit and loss	4	24
(Gain)/Loss on disposal of property, plant and equipment	1	(9)
Net fair value (gain)/loss on other financial asset	(169)	108
Interest revenue recognised in profit and loss	(21)	(18)
Operating profit/(loss) before working capital changes	10,381	3,418
(Increase) / Decrease in:		
Inventories	(1,594)	(7,424)
Trade and other receivables	(10,311)	310
Other assets	(3,079)	(1,237)
Increase / (Decrease) in:		
Trade and other payables	5,571	5,606
Deferred revenue	(33)	-
Cash generated from operations	935	673
Tax refunded	195	
Tax paid	(953)	(489)
Net cash (used in)/generated from operating activities	177	184
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	6	94
Interest received	21	18
Purchase of property, plant and equipment	(385)	(592)
Addition to capitalised development costs	(874)	(790)
Net cash on acquisition of subsidiary	216	-
Net cash (used in)/generated from investing activities	(1,016)	(1,270)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	4	-
Repayment of borrowings	(98)	(91)
Interest paid	(4)	(24)
Net cash (used in)/generated from financing activities	(98)	(115)
NET INCREASE IN CASH AND CASH EQUIVALENTS	(936)	(1,201)
Effect of foreign exchange rate changes	223	966
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	20,927	11,089
CASH AND CASH EQUIVALENTS AT END OF PERIOD	20,214	10,854

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the audited financial statements for the year ended 31 March 2014 and the accompanying explanatory notes attached to this interim financial report.

IQ GROUP HOLDINGS BERHAD
(Company No. 636944-U)
(Incorporated in Malaysia under the Companies Act, 1965)

FIRST QUARTER REPORT ENDED 30 JUNE 2014

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2014

PART A : EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (MFRS) 134 - INTERIM FINANCIAL REPORTING

1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting, Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (Bursa Securities).

The accounting policies and methods of computation adopted by the Group for the interim financial report are consistent with those adopted in the audited financial statements for the year ended 31 March 2014 except for the accounting policy changes that are expected to be reflected in financial statement for the year ended 31 March 2015.

The preparation of an interim financial report in conformity with MFRS 134, Interim Financial Reporting requires management to make judgement, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

At the transition date, the Group reviewed its accounting policies and the adoption of MFRS has no significant impact on the financial statements.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 March 2014.

2. CHANGES IN ACCOUNTING POLICIES

At the date of authorisation of these interim financial statements, the following MFRSs and Amendments to MFRS were issued but not yet effective and have not been applied by the Group.

MFRS and Amendments to MFRS	Effective for annual period beginning on or after
MFRS 9 Financial Instruments (Hedge Accounting and amendments to MFRS 9, MFRS 7 and MFRS 139)	To be announced by the Board
IC Int. 21 Levies	1 January 2014
Amendments to MFRS 9 and MFRS 7 Mandatory Effective Date of MFRS 9 (IFRS 9 issued by IASB in November 2009 and October 2010 respectively) and Transition Disclosures	
Amendments to MFRS 10, MFRS 12 and MFRS 127 Investment Entities	1 January 2014
Amendments to MFRS 119 Employee Benefits (Amendments relating to Defined Benefit Plans: Employee Contributions)	1 July 2014
Amendments to MFRS 132 Financial Instruments: Presentation (Amendments relating to Offsetting Financial Assets and Financial Liabilities)	1 January 2014
Amendments to MFRS 136 Impairment of Assets (Amendments relating to Recoverable Amount Disclosures for Non-Financial Assets)	1 January 2014
Amendments to MFRS 139 Financial Instruments: Recognition and Measurement (Amendments relating to Novation of Derivatives and Continuation of Hedge Accounting)	1 January 2014
Amendments to MFRS contained in the document entitled Annual Improvements to MFRSs 2010-2012 Cycle	1 July 2014
Amendments to MFRS contained in the document entitled Annual Improvements to MFRSs 2011-2013 Cycle	1 July 2014

IQ GROUP HOLDINGS BERHAD
(Company No. 636944-U)
(Incorporated in Malaysia under the Companies Act, 1965)

FIRST QUARTER REPORT ENDED 30 JUNE 2014

3. AUDIT REPORT ON THE PRECEDING ANNUAL FINANCIAL STATEMENTS

The audit report of the preceding annual financial statements was not subject to any qualification.

4. SEASONAL OR CYCLICAL FACTORS

The Group serves a wide customer base in Europe, Japan and USA. The demand for the Group's products in the normal course of events is seasonal with demand peaking during the third and fourth quarter of the financial year.

5. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

There was no unusual material event during the reporting quarter.

6. MATERIAL CHANGES IN ESTIMATES

There were no changes in estimates that have a material effect in the current quarter results.

7. CHANGES IN DEBT AND EQUITY SECURITIES

Proposed Authority for the Company to purchase its own shares

At the Annual General Meeting of the Company held on 27 September 2013, the shareholders of the Company had granted a mandate for the Company to purchase its own ordinary shares of RM1.00 each as may be determined by the Directors of the Company up to maximum of 10% of the issued and paid-up capital of the Company. The mandate will expire upon the conclusion of the next Annual General Meeting of the Company.

There were issuance of 3,750 shares related to Employee share option scheme during the quarter. There were no cancellations, repurchases, resale and repayment of debt and equity securities, share buy-back or shares held as treasury shares during the quarter ended 30 June 2014.

8. DIVIDENDS PAID

No interim dividend was paid by the Company for the quarter ended 30 June 2014.

9. SEGMENT REPORTING

**Cumulative quarter ended
30 June 2014**

	Investment holding RM'000	Manufacturing RM'000	Trading RM'000	Eliminations RM'000	Total RM'000
Revenue					
External revenue	-	40,886	15,854		56,740
Inter-segment revenue	1,804	28,615	35,345	(65,764)	-
Total revenue	<u>1,804</u>	<u>69,501</u>	<u>51,199</u>	<u>(65,764)</u>	<u>56,740</u>

	Investment holding RM'000	Manufacturing RM'000	Trading RM'000	Eliminations RM'000	Total RM'000
Results					
Profit/(loss) from operations	513	4,976	3,711	(483)	8,717
Investment revenue	17	6			23
Finance cost					<u>(4)</u>
Profit/(loss) before tax					8,736
Income tax income/(expense)					<u>(1,372)</u>
Profit/(loss) after tax					<u>7,364</u>

IQ GROUP HOLDINGS BERHAD
(Company No. 636944-U)
(Incorporated in Malaysia under the Companies Act, 1965)

FIRST QUARTER REPORT ENDED 30 JUNE 2014

10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment are stated at cost less accumulated depreciation. There was no revaluation of property, plant and equipment for the current quarter.

11. MATERIAL SUBSEQUENT EVENT

There were no material events subsequent to the current financial quarter ended 30 June 2014 up to the date of this report.

12. CHANGES IN THE COMPOSITION OF THE GROUP

On 1 April 2014, the Company has increased its investment in SILQ (Malaysia) Sdn. Bhd. ("SILQ"), by 2,197,499 ordinary shares of RM1.00 each. As at to-date, the Company's equity interest in SILQ is 67.0%.

13. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no material contingent liabilities or contingent assets as at date of issue of this interim financial report.

IQ GROUP HOLDINGS BERHAD
(Company No. 636944-U)
(Incorporated in Malaysia under the Companies Act, 1965)

FIRST QUARTER REPORT ENDED 30 JUNE 2014

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 JUNE 2014

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

1. PERFORMANCE REVIEW

For the current quarter under review, the Group's revenue increased by RM17.91 million or 46.1% as compared to the first quarter ended 30 June 2013, mainly due to sales contribution from new products launched in the last two to three years and favourable US Dollar exchange rate against Ringgit Malaysia as compared to preceding year quarter.

The Group recorded a profit before taxation of RM8.74 million for the quarter under review, representing an increase in profit by RM6.85 million as compared to that of the preceding year quarter. This was mainly due to increase in gross profit as a result of higher revenue and improved gross margin due to favourable US Dollar exchange rate against Ringgit Malaysia .

The performance of the respective operating segments are analysed as follows:-

	Individual Quarter		Cumulative Quarter	
	Current year quarter ended	Preceding year corresponding quarter ended	Current year to-date for 3 months ended	Preceding year corresponding period of 3 months ended
	30 June 2014	30 June 2013	30 June 2014	30 June 2013
	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>				
Investment holding	1,804	1,730	1,804	1,730
Manufacturing	69,501	46,248	69,501	46,248
Trading	51,199	38,154	51,199	38,154
Total	<u>122,504</u>	<u>86,132</u>	<u>122,504</u>	<u>86,132</u>
Eliminations	(65,764)	(47,306)	(65,764)	(47,306)
Revenue after eliminations	<u><u>56,740</u></u>	<u><u>38,826</u></u>	<u><u>56,740</u></u>	<u><u>38,826</u></u>
<u>Profit/(loss) before tax</u>				
Investment holding	530	588	530	588
Manufacturing	4,978	465	4,978	465
Trading	3,711	1,755	3,711	1,755
Total	<u>9,219</u>	<u>2,808</u>	<u>9,219</u>	<u>2,808</u>
Eliminations	(483)	(925)	(483)	(925)
Profit/(loss) before tax after eliminations	<u><u>8,736</u></u>	<u><u>1,883</u></u>	<u><u>8,736</u></u>	<u><u>1,883</u></u>

Investment Holdings

Q1 FY2015 vs. Q1 FY2014

The investment holdings segment profit decreased by RM0.06 million in the current quarter as compared to preceding year quarter, mainly due to a foreign exchange loss of RM0.12 million in the current quarter as compared to foreign exchange gain of RM0.15 million in the preceding year quarter.

IQ GROUP HOLDINGS BERHAD
(Company No. 636944-U)
(Incorporated in Malaysia under the Companies Act, 1965)

FIRST QUARTER REPORT ENDED 30 JUNE 2014

Manufacturing

Q1 FY2015 vs. Q1 FY2014

The manufacturing segment profit increased by RM4.51 million. The profit increased mainly due to higher gross profit as a result of higher revenue by RM23.25 million in current quarter.

Trading

Q1 FY2015 vs. Q1 FY2014

The trading segment profit increased by RM1.96 million in the current quarter as compared to preceding year quarter, mainly due to increase in gross profit as a result of higher revenue by RM13.05 million in current quarter.

2. COMPARISON WITH THE IMMEDIATE PRECEDING QUARTER'S RESULTS

The Group's revenue for the current quarter was RM56.74 million, representing an increase of RM19.64 million or 52.9% as compared to that of the immediate preceding quarter ended 31 March 2014, mainly due to sales contribution from new products launched in the last two to three years and favourable US Dollar exchange rate against Ringgit Malaysia compared to immediate preceding quarter.

The Group recorded a profit before taxation of RM8.74 million for the quarter under review, representing an increase in profit by RM8.84 million as compared to that of the immediate preceding quarter. This was mainly due to higher gross profit as a result of increase in revenue in current quarter.

3. COMMENTARY ON PROSPECTS

Initiatives remain focused on further business growth. Even with the typical foreign exchange fluctuations and associated exposure, the Directors are confident that the group is increasingly well positioned and with good prospects to enjoy a positive business outlook.

4. VARIANCE OF ACTUAL AND FORECASTED PROFIT AND SHORTFALL IN PROFIT GUARANTEE

The disclosure requirements for explanatory notes for the variance of actual profit after tax and forecast profit after tax are not applicable.

The Group did not announce any profit guarantee.

5. NOTES TO THE STATEMENT OF COMPREHENSIVE INCOME

	Quarter ended 30 Jun 2014 RM'000	Current year- to-date ended 30 Jun 2014 RM'000
Interest income	(23)	(23)
Other income including investment income	(2)	(2)
Interest expense	4	4
Depreciation and amortisation	1,509	1,509
Provision for and written off of receivables *	-	-
Provision for and written off of inventories	-	-
(Gain)/loss on disposal of quoted/unquoted investments	-	-
(Gain)/Loss on disposal of properties *	-	-
Impairment of assets #	-	-
Foreign exchange (gain) or loss	631	631
(Gain) or loss on derivatives *	-	-
Exceptional item charged / (credited) *	-	-

* Not applicable during the period

Product development cost written off

IQ GROUP HOLDINGS BERHAD
(Company No. 636944-U)
(Incorporated in Malaysia under the Companies Act, 1965)

FIRST QUARTER REPORT ENDED 30 JUNE 2014

6. INCOME TAX EXPENSE

	Quarter ended 30 Jun 2014 RM'000	Current year- to-date ended 30 Jun 2014 RM'000
Estimated income tax expense:		
Current tax expense/(income)	1,386	1,386
Under/(over)-provision in prior quarter/ year		
Deferred tax	(14)	(14)
	<u>1,372</u>	<u>1,372</u>

The Group's current quarter and financial year to-date income tax reflects an effective tax rate which is lower than the statutory income tax rate mainly due to decrease in deferred tax liability and profit of a subsidiary which is not subject to corporate tax.

7. DISCLOSURE ON REALISED AND UNREALISED PROFITS/(LOSSES)

The breakdown of the retained earnings/(accumulated losses) are as follows:

	As at 30 Jun 2014 RM'000	As at 31 Mar 2014 RM'000
Total retained earnings/(accumulated losses) of the Company and its subsidiaries		
Realised	54,964	46,046
Unrealised	(1,872)	(317)
	<u>53,092</u>	<u>45,729</u>
Total share of accumulated losses from jointly controlled entity		
Realised	-	-
Unrealised	-	-
	<u>-</u>	<u>-</u>
Add: Consolidation adjustments	(36,896)	(36,957)
Total Group retained earnings/(accumulated losses) as per statement of financial position	<u>16,196</u>	<u>8,772</u>

8. STATUS OF CORPORATE PROPOSALS ANNOUNCED BUT YET TO BE COMPLETED

There were no corporate proposals announced but not completed as at the date of issue of this interim financial report.

9. GROUP BORROWINGS AND DEBT SECURITIES

Group borrowings as of 30 June 2014 are as follows:

	Quarter ended 30 Jun 2014 RM'000
Unsecured:	
Hire-purchase payables - current portion	100
Hire-purchase payables - non-current portion	-
	<u>100</u>

IQ GROUP HOLDINGS BERHAD
(Company No. 636944-U)
(Incorporated in Malaysia under the Companies Act, 1965)

FIRST QUARTER REPORT ENDED 30 JUNE 2014

10. FINANCIAL INSTRUMENTS

As at 30 June 2014, the foreign currency contracts which have been entered into by the Group to hedge its foreign receivables in US Dollar are as follows:

	Contract value	Notional value	Financial assets carried at fair value
	USD'000	RM'000	RM'000
Forward Foreign Currency Contracts			
Less than 1 year	<u>3,600</u>	<u>11,782</u>	<u>222</u>
	JPY'000	USD'000	RM'000
Less than 1 year	<u>110,945</u>	<u>1,089</u>	<u>32</u>

Financial instruments are classified as Financial assets/liabilities at fair value through profit or loss (FVTPL).

Financial assets/liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss is included in the "other gains and losses" line item in the statement of comprehensive income.

11. MATERIAL LITIGATION

There was no material litigation pending as at date of issue of this interim financial report.

12. DIVIDENDS DECLARED OR PAYABLE

No interim dividend has been declared by the Company for the quarter ended 30 Jun 2014.

13. EARNINGS PER SHARE

a. Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period.

	Current Quarter ended 30 Jun 2014	Current year-to-date ended 30 Jun 2014
Profit/(loss) for the period attributable to the owners of the Company (RM'000)	<u>7,466</u>	<u>7,466</u>
Weighted average number of ordinary shares in issue ('000)	<u>85,034</u>	<u>85,034</u>
Basic earnings/(loss) per share (sen)	<u>8.78</u>	<u>8.78</u>

b. Diluted earnings per share

The average fair value of the shares of the Company is lower than the average exercise price of the share options granted to employees. The effect of this would be anti-dilutive to the earnings per ordinary share.

Date: 27 Aug 2014