

MELATI EHSAN HOLDINGS BERHAD (673293-X)**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 28 FEBRUARY 2014**

(The figures have not been audited)

| | Individual Quarter | | Cumulative Quarter | |
|---|---|--|---|---|
| | Current Year Quarter 28/02/2014 RM | Preceding Year Corresponding Quarter 28/02/2013 RM | Current Period To-Date 28/02/2014 RM | Preceding Year Corresponding Period To-Date 28/02/2013 RM |
| Revenue | 78,025,285 | 50,008,636 | 144,509,832 | 90,219,724 |
| Cost of sales | (68,221,484) | (42,152,986) | (125,908,714) | (78,809,887) |
| Gross profit | <u>9,803,801</u> | <u>7,855,650</u> | <u>18,601,118</u> | <u>11,409,837</u> |
| Other operating income | 428,069 | 139,751 | 1,118,050 | 396,085 |
| Administrative expenses | (2,983,678) | (2,829,681) | (5,546,601) | (4,311,249) |
| Finance costs | (44,867) | (141,917) | (123,134) | (285,639) |
| Profit before tax | <u>7,203,325</u> | <u>5,023,803</u> | <u>14,049,433</u> | <u>7,209,034</u> |
| Tax expense | (1,912,950) | (1,730,578) | (3,774,949) | (2,270,578) |
| Profit for the financial period | <u>5,290,375</u> | <u>3,293,225</u> | <u>10,274,484</u> | <u>4,938,456</u> |
| Other comprehensive income, net of tax | - | - | - | - |
| Item that may be reclassified subsequently to profit or loss | - | - | - | - |
| Item that will not be reclassified subsequently to profit or loss | - | - | - | - |
| Total comprehensive income | <u>5,290,375</u> | <u>3,293,225</u> | <u>10,274,484</u> | <u>4,938,456</u> |
| Profit attributable to: Owners of the parent | <u>5,290,375</u> | <u>3,293,225</u> | <u>10,274,484</u> | <u>4,938,456</u> |
| Total comprehensive income attributable to: Owners of the parent | <u>5,290,375</u> | <u>3,293,225</u> | <u>10,274,484</u> | <u>4,938,456</u> |
| Earnings per ordinary share attributable to equity holders of the Company (sen): | | | | |
| Basic | <u>4.42</u> | <u>2.75</u> | <u>8.58</u> | <u>4.12</u> |
| Diluted | <u>4.42</u> | <u>2.75</u> | <u>8.58</u> | <u>4.12</u> |

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 August 2013.

MELATI EHSAN HOLDINGS BERHAD (673293-X)**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 28 FEBRUARY 2014**

(The figures have not been audited)

| | As At 28/02/2014 RM | As At 31/08/2013 RM (Audited) |
|--|------------------------------------|--|
| ASSETS | | |
| Non-current assets | | |
| Property, plant & equipment | 3,512,211 | 3,482,924 |
| Land held for property development | 79,651,344 | 79,562,570 |
| Goodwill on consolidation | 506,455 | 506,455 |
| Investment in associate | 49 | - |
| Other investment | 30,000 | 30,000 |
| Deferred tax assets | 827,121 | 343,777 |
| | <u>84,527,180</u> | <u>83,925,726</u> |
| Current assets | | |
| Property development costs | 96,812,017 | 105,119,998 |
| Trade and other receivables | 89,966,471 | 103,692,500 |
| Current tax assets | 950,862 | 674,528 |
| Cash and cash equivalents | 35,849,849 | 27,702,277 |
| | <u>223,579,199</u> | <u>237,189,303</u> |
| TOTAL ASSETS | <u><u>308,106,379</u></u> | <u><u>321,115,029</u></u> |
| EQUITY AND LIABILITIES | | |
| Equity attributable to owners of the parent | | |
| Share capital | 60,000,217 | 60,000,217 |
| Treasury shares | (256,581) | (174,687) |
| Reserves | 111,570,107 | 101,295,623 |
| TOTAL EQUITY | <u>171,313,743</u> | <u>161,121,153</u> |
| LIABILITIES | | |
| Non-current liabilities | | |
| Borrowings | 17,903,845 | 19,940,177 |
| Deferred tax liabilities | 1,450,677 | 1,476,333 |
| | <u>19,354,522</u> | <u>21,416,510</u> |
| Current liabilities | | |
| Trade and other payables | 112,976,496 | 133,163,503 |
| Borrowings | 1,336,335 | 4,531,363 |
| Current tax liabilities | 3,125,283 | 882,500 |
| | <u>117,438,114</u> | <u>138,577,366</u> |
| TOTAL LIABILITIES | <u>136,792,636</u> | <u>159,993,876</u> |
| TOTAL EQUITY AND LIABILITIES | <u><u>308,106,379</u></u> | <u><u>321,115,029</u></u> |
| Net assets per share attributable to the equity holders of the Company (RM) | <u><u>1.43</u></u> | <u><u>1.35</u></u> |

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 August 2013.

MELATI EHSAN HOLDINGS BERHAD (673293-X)
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 28 FEBRUARY 2014**

(The figures have not been audited)

| | ----- Non-distributable ----- | | | ----- Distributable ----- | | Total equity RM |
|---------------------------------|-------------------------------|------------------------|--|---------------------------|----------------------------|-----------------------|
| | Share capital RM | Share premium RM | Reverse acquisition reserves RM | Treasury shares RM | Retained earnings RM | |
| Balance as at 1 September 2012 | 60,000,217 | 19,830,264 | (34,450,921) | (120,630) | 105,409,687 | 150,668,617 |
| Profit for the financial year | - | - | - | - | 12,303,965 | 12,303,965 |
| Total comprehensive income | - | - | - | - | 12,303,965 | 12,303,965 |
| Transaction with owners | | | | | | |
| Repurchase of own shares | - | - | - | (54,057) | - | (54,057) |
| Dividend paid | - | - | - | - | (1,797,372) | (1,797,372) |
| Total transaction with owners | - | - | - | (54,057) | (1,797,372) | (1,851,429) |
| Balance as at 31 August 2013 | 60,000,217 | 19,830,264 | (34,450,921) | (174,687) | 115,916,280 | 161,121,153 |
| Profit for the financial period | - | - | - | - | 10,274,484 | 10,274,484 |
| Total comprehensive income | - | - | - | - | 10,274,484 | 10,274,484 |
| Transaction with owners | | | | | | |
| Repurchase of own shares | - | - | - | (81,894) | - | (81,894) |
| Total transaction with owners | - | - | - | (81,894) | - | (81,894) |
| Balance as at 28 February 2014 | <u>60,000,217</u> | <u>19,830,264</u> | <u>(34,450,921)</u> | <u>(256,581)</u> | <u>126,190,764</u> | <u>171,313,743</u> |

The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 August 2013.

MELATI EHSAN HOLDINGS BERHAD (673293-X)**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 28 FEBRUARY 2014**

(The figures have not been audited)

| | Current Period To-Date 28/02/2014 | Preceding Year Corresponding Period To-Date 28/02/2013 |
|---|--|---|
| Note | RM | RM |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before tax | 14,049,433 | 7,209,034 |
| Adjustments for: | | |
| Depreciation of property, plant and equipment | 375,062 | 126,921 |
| Interest expense | 123,134 | 285,639 |
| Interest income | (330,523) | (313,546) |
| Operating profit before working capital changes | <u>14,217,106</u> | <u>7,308,048</u> |
| Land held for property development | (88,774) | (2,604) |
| Property development costs | 8,775,930 | (8,978,403) |
| Amount due from contract customers | (1,090,409) | 2,445,494 |
| Trade and other receivables | 14,816,438 | 1,525,262 |
| Deposit in sinking fund trust account | - | 8,016,160 |
| Amount due to contract customers | 508,275 | (1,197,598) |
| Trade and other payables | (20,769,549) | (13,472,600) |
| Net cash generated from / (used in) operations | <u>16,369,017</u> | <u>(4,356,241)</u> |
| Tax paid | (2,317,500) | (1,175,000) |
| Net cash from / (used in) operating activities | <u>14,051,517</u> | <u>(5,531,241)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Interest income received | 330,523 | 313,546 |
| Purchase of property, plant and equipment | (404,349) | (26,137) |
| Investment in associate | (49) | - |
| Net cash (used in) / from investing activities | <u>(73,875)</u> | <u>287,409</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Fixed deposits (pledged) / uplifted | (67,781) | 716,406 |
| Interest paid | (516,817) | (714,033) |
| Repayment of hire purchase payables | (420,560) | (38,279) |
| Repayment of term loans | (4,810,800) | (2,757,900) |
| Repurchase of own shares | (81,894) | (12,390) |
| Net cash used in financing activities | <u>(5,897,852)</u> | <u>(2,806,196)</u> |
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | 8,079,790 | (8,050,028) |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD | 23,085,633 | 30,088,685 |
| CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD | A14 <u>31,165,423</u> | <u>22,038,657</u> |

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 August 2013.