

DELEUM BERHAD (715640-T)
(Incorporated in Malaysia)

**UNAUDITED CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2014**

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DELEUM BERHAD (715640-T)
(Incorporated in Malaysia)

UNAUDITED CONDENSED INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2014

RM'000	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	QUARTER ENDED	QUARTER ENDED	YEAR-TO-DATE ENDED	YEAR-TO-DATE ENDED
	30/6/2014	30/6/2013	30/6/2014	30/6/2013
	Unaudited	Unaudited	Unaudited	Unaudited
Revenue	163,408	112,485	265,561	198,987
Cost of sales	(122,272)	(77,438)	(194,447)	(144,031)
Gross profit	41,136	35,047	71,114	54,956
Other operating income	353	482	898	1,045
Selling and distribution costs	(7,330)	(5,364)	(14,098)	(10,012)
Administrative expenses	(13,567)	(11,543)	(25,104)	(20,942)
Other operating expenses	948	(904)	896	408
Profit from operation	21,540	17,718	33,706	25,455
Finance costs	(753)	(346)	(1,191)	(769)
Share of post tax profits of associates	3,933	3,816	7,899	7,646
Profit before tax	24,720	21,188	40,414	32,332
Income tax expense	(5,917)	(4,889)	(9,285)	(6,790)
Profit for the period	18,803	16,299	31,129	25,542
Other comprehensive income				
Currency translation differences	(159)	393	(243)	568
Total comprehensive income for the period	18,644	16,692	30,886	26,110
Profit attributable to:				
- Equity holders of the Company	15,939	13,800	25,692	20,637
- Non-controlling interests	2,864	2,499	5,437	4,905
	18,803	16,299	31,129	25,542
Total comprehensive income attributable to:				
- Equity holders of the Company	15,864	13,932	25,579	20,875
- Non-controlling interests	2,780	2,760	5,307	5,235
	18,644	16,692	30,886	26,110
Earnings per share (EPS) attributable to equity holders of the Company (sen)				
- Basic EPS	<u>3.98</u>	<u>9.20</u>	<u>6.42</u>	<u>13.76</u>
Number of shares issued	400,000	150,000	400,000	150,000

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

DELEUM BERHAD (715640-T)
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UNAUDITED CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2014

RM'000	As at 30/6/2014	As at 31/12/2013
	Unaudited	Audited
ASSETS		
Property, plant and equipment	185,785	132,758
Investment properties	900	912
Intangible assets	3,173	2,965
Associates	41,742	43,823
Deferred tax assets	2,494	2,781
Non-current Assets	234,094	183,239
Inventories	25,077	20,499
Amounts due from associates	10	1,714
Trade receivables	181,116	183,700
Deferred cost	21,015	13,829
Other receivables, deposits and prepayments	33,299	19,556
Tax recoverable	2,032	4,118
Restricted cash	632	526
Cash and cash equivalents	84,830	73,197
Current Assets	348,011	317,139
TOTAL ASSETS	582,105	500,378
EQUITY AND LIABILITIES		
Share capital	200,000	150,000
Equity - share based payment	60	43
Retained earnings	104,211	145,019
Merger deficit	(50,000)	(50,000)
Currency translation differences	(3,255)	(3,142)
Equity attributable to equity holders of the Company	251,016	241,920
Non-controlling interests	27,388	29,326
Total Equity	278,404	271,246
Borrowings	69,337	11,731
Deferred tax liabilities	10,354	7,786
Non-current Liabilities	79,691	19,517
Trade payables	143,844	146,616
Deferred revenue	23,954	20,036
Other payables and accruals	32,648	21,533
Dividend payable	2,509	520
Taxation	907	2,996
Borrowings	20,148	17,914
Current Liabilities	224,010	209,615
Total Liabilities	303,701	229,132
TOTAL EQUITY AND LIABILITIES	582,105	500,378
Net assets per share attributable to equity holders of the Company (RM)	0.63	1.61
Number of shares issued	400,000	150,000

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

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UNAUDITED CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2014

	←----- Attributable to equity holders of the Company ----->					Non-controlling interests	Total equity	
	Share capital	Share based payment	Currency translation differences	Merger deficit	Retained earnings			Total
RM'000								
At 1 January 2013	150,000	11	(3,523)	(50,000)	119,460	215,948	30,347	246,295
Total comprehensive income for the period	0	0	238	0	20,637	20,875	5,235	26,110
Dividend	0	0	0	0	(15,000)	(15,000)	(6,348)	(21,348)
Share based payment	0	15	0	0	0	15	0	15
At 30 June 2013	<u>150,000</u>	<u>26</u>	<u>(3,285)</u>	<u>(50,000)</u>	<u>125,097</u>	<u>221,838</u>	<u>29,234</u>	<u>251,072</u>
At 1 January 2014	150,000	43	(3,142)	(50,000)	145,019	241,920	29,326	271,246
Total comprehensive income for the period	0	0	(113)	0	25,692	25,579	5,307	30,886
Dividend	0	0	0	0	(16,500)	(16,500)	(7,245)	(23,745)
Bonus issue	50,000	0	0	0	(50,000)	0	0	0
Share based payment	0	17	0	0	0	17	0	17
At 30 June 2014	<u>200,000</u>	<u>60</u>	<u>(3,255)</u>	<u>(50,000)</u>	<u>104,211</u>	<u>251,016</u>	<u>27,388</u>	<u>278,404</u>

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

DELEUM BERHAD (715640-T)
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UNAUDITED CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2014

RM'000	Quarter and year-to-date ended	
	30/6/2014	30/6/2013
	Unaudited	Unaudited
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	270,789	234,812
Cash payments to suppliers	(180,887)	(164,200)
Cash payments to employees and for operating expenses	(44,755)	(55,139)
Cash generated from operations	45,147	15,473
Interest paid	(1,183)	(479)
Tax paid	(8,903)	(6,002)
Tax refunded	2,470	0
Net cash generated from operating activities	37,531	8,992
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	539	597
Property, plant and equipment		
- Purchases	(59,451)	(3,959)
- Proceeds from disposals	0	133
- Deposits paid	(13,539)	(96)
Purchase of intangible assets	(523)	0
Dividends received from associates	11,500	11,120
Net cash (used in) / generated from investing activities	(61,474)	7,795
CASH FLOWS FROM FINANCING ACTIVITIES		
Term loan drawdown	61,444	0
Term loans repayments	(1,585)	(2,868)
Repayment of hire purchase under finance lease	(16)	(8)
Dividends paid to:		
- Shareholders	(16,500)	(15,000)
- Non-controlling interest	(7,245)	(6,348)
Increase in restricted cash	(106)	0
Net cash generated from / (used in) financing activities	35,992	(24,224)
Net increase / (decrease) in cash and cash equivalents	12,049	(7,437)
Effects of exchange rate changes	(416)	630
Cash and cash equivalents at beginning of period	73,197	80,293
Cash and cash equivalents at end of period	84,830	73,486
COMPOSITION OF CASH AND CASH EQUIVALENTS		
Short term deposits	66,082	62,508
Cash and bank balances	19,380	11,502
	85,462	74,010
Restricted cash	(632)	(524)
Cash and cash equivalents at end of period	84,830	73,486

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