

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

UNAUDITED CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2015

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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 31 MARCH 2015

RM'000	QUARTER AND YEAR-TO-DATE ENDED	
	31/03/2015	31/03/2014
	Unaudited	Restated Unaudited
Continuing operations		
Revenue	135,867	101,359
Cost of sales	(106,975)	(71,739)
Gross profit	28,892	29,620
Other operating income	664	514
Selling and distribution costs	(7,691)	(6,689)
Administrative expenses	(12,333)	(11,101)
Other operating gains / (losses)	813	(67)
Operating profit	10,345	12,277
Finance costs	(1,987)	(397)
Share of post tax profits of associates	3,567	3,966
Profit before tax	11,925	15,846
Income tax expense	(2,673)	(3,407)
Profit from continuing operations	9,252	12,439
Discontinued operation		
Profit / (loss) from discontinued operation, net of tax (B13)	1,041	(113)
Profit for the period	10,293	12,326
Other comprehensive income		
Currency translation differences	335	(84)
Total comprehensive income for the period	10,628	12,242
Profit attributable to:		
- Equity holders of the Company	8,228	9,753
- Non-controlling interests	2,065	2,573
	10,293	12,326
Total comprehensive income attributable to:		
- Equity holders of the Company	8,334	9,715
- Non-controlling interests	2,294	2,527
	10,628	12,242
Earnings per share (EPS) attributable to equity holders of the Company (sen)		
- Basic EPS (Restated)		
- From continuing operations	1.80	2.47
- From discontinued operation	0.26	(0.03)
	<u>2.06</u>	<u>2.44</u>
- Diluted EPS		
- From continuing operations	1.79	2.46
- From discontinued operation	0.26	(0.03)
	<u>2.05</u>	<u>2.43</u>

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 2014 and the accompanying explanatory notes attached to the interim financial statements.

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

UNAUDITED CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2015

RM'000	As at 31/03/2015	As at 31/12/2014
	Unaudited	Audited
ASSETS		
Property, plant and equipment	234,808	229,723
Investment properties	883	888
Intangible assets	3,188	3,235
Associates	44,556	40,645
Joint venture	26,247	0
Deferred tax assets	5,626	2,839
Non-current Assets	315,308	277,330
Inventories	21,903	28,302
Amounts due from associates	4	4,335
Amount due from a joint venture	94	0
Trade receivables	183,487	226,667
Deferred cost	6,985	8,393
Other receivables, deposits and prepayments	12,801	17,693
Tax recoverable	4,229	4,410
Restricted cash	8,432	723
Cash and cash equivalents	84,079	75,016
	322,014	365,539
Assets classified as held for sale	0	27,266
Current Assets	322,014	392,805
TOTAL ASSETS	637,322	670,135
EQUITY AND LIABILITIES		
Share capital	200,000	200,000
Equity - share based payment	153	0
Retained earnings	116,071	127,843
Merger deficit	(50,000)	(50,000)
Foreign currency translation	(2,944)	(3,050)
Equity attributable to equity holders of the Company	263,280	274,793
Non-controlling interests	26,774	30,129
Total Equity	290,054	304,922
Borrowings	98,427	104,587
Deferred tax liabilities	16,137	15,888
Non-current Liabilities	114,564	120,475
Trade payables	127,663	135,441
Deferred revenue	16,584	8,245
Other payables and accruals	28,354	46,937
Amounts due to associates	3,151	0
Amount due to a joint venture	258	0
Dividend payable	1,736	530
Taxation	1,323	816
Borrowings	53,635	50,784
	232,704	242,753
Liabilities classified as held for sale	0	1,985
Current Liabilities	232,704	244,738
Total Liabilities	347,268	365,213
TOTAL EQUITY AND LIABILITIES	637,322	670,135

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 2014 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 CHANGES IN EQUITY
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2015

	← Issued and fully paid ordinary shares of RM0.50 / RM1.00 each		Attributable to equity holders of the Company				Non-controlling interests	Total equity	
			-----Non-distributable-----		Distributable				
			Number of shares '000	Nominal value RM'000	Share based payment RM'000	Foreign currency translation RM'000			Merger deficit RM'000
At 1 January 2014	150,000	150,000	43	(3,142)	(50,000)	145,019	241,920	29,326	271,246
Profit for the financial period	0	0	0	0	0	9,753	9,753	2,573	12,326
Other comprehensive income for the period	0	0	0	(38)	0	0	(38)	(46)	(84)
Total comprehensive income for the period	0	0	0	(38)	0	9,753	9,715	2,527	12,242
Share based payment	0	0	8	0	0	0	8	0	8
Dividend	0	0	0	0	0	(16,500)	(16,500)	(4,627)	(21,127)
At 31 March 2014	<u>150,000</u>	<u>150,000</u>	<u>51</u>	<u>(3,180)</u>	<u>(50,000)</u>	<u>138,272</u>	<u>235,143</u>	<u>27,226</u>	<u>262,369</u>
At 1 January 2015	400,000	200,000	0	(3,050)	(50,000)	127,843	274,793	30,129	304,922
Profit for the financial period	0	0	0	0	0	8,228	8,228	2,065	10,293
Other comprehensive income for the period	0	0	0	106	0	0	106	229	335
Total comprehensive income for the period	0	0	0	106	0	8,228	8,334	2,294	10,628
Share based payment	0	0	153	0	0	0	153	0	153
Dividend	0	0	0	0	0	(20,000)	(20,000)	(5,649)	(25,649)
At 31 March 2015	<u>400,000</u>	<u>200,000</u>	<u>153</u>	<u>(2,944)</u>	<u>(50,000)</u>	<u>116,071</u>	<u>263,280</u>	<u>26,774</u>	<u>290,054</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 2014 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 31 MARCH 2015

RM'000	QUARTER AND YEAR-TO-DATE ENDED	
	31/03/2015	31/03/2014
	Unaudited	Unaudited
CASH FLOWS FROM OPERATING ACTIVITIES		
<u>Adjustments for:</u>		
Profit for the period	10,293	12,326
Impairment for doubtful debts:		
- impairment made	347	793
- write back of impairment	(45)	(95)
Allowance for slow moving inventories:		
- write back of allowance made	(5)	(8)
Amortisation:		
- intangible assets	196	155
Amortisation cost on financial liabilities	0	7
Depreciation:		
- property, plant and equipment	7,092	4,317
- investment properties	5	6
Bad debts written off:		
- trade receivables	105	0
Provision for liquidated damages		
- Provision made	0	241
Gain on disposal of property, plant and equipment	(13)	0
Write-off:		
- property, plant and equipment	0	8
Interest income	(354)	(286)
Finance cost	2,015	431
Share based payment expense	153	8
Share of results of associates	(3,567)	(3,966)
Tax expense	2,652	3,368
Unrealised foreign exchange (gains) / losses	(1,403)	132
Gain from sale of discontinued operation	(1,127)	0
Operating profit before working capital changes	16,344	17,437
<u>Changes in working capital</u>		
Inventories	6,404	1,502
Trade receivables	43,009	42,813
Deferred cost	1,408	(7,719)
Other receivables, deposits and prepayments	3,933	(989)
Trade payables	(7,495)	(26,614)
Other payables and accruals	(18,742)	2,258
Deferred revenue	8,339	6,707
Cash generated from operation	53,200	35,395
Tax paid	(4,539)	(4,663)
Interest received	362	307
Interest paid	(2,015)	(431)
Net cash generated from operating activities	47,008	30,608

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UNAUDITED CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2015 (Cont'd)

RM'000	QUARTER AND YEAR-TO-DATE ENDED	
	31/03/2015	31/03/2014
	Unaudited	Unaudited
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment		
- Purchases	(12,115)	(32,480)
- Proceeds from disposals	176	0
- Deposits paid	0	(16,591)
Purchase of intangible assets	(149)	(304)
Dividend received from associates	4,332	8,295
Amounts due from associates	(1)	0
Amounts due to associates	3,151	0
Net cash used in investing activities	(4,606)	(41,080)
CASH FLOWS FROM FINANCING ACTIVITIES		
Revolving credit		
- Drawn down	2,700	0
- Repayment	(6,000)	0
Term loan		
- Drawn down	0	29,373
- Repayment	(148)	(1,378)
Repayment of hire purchase under finance lease	(9)	(8)
Dividends paid to:		
- Shareholders	(19,567)	(16,500)
- Non-controlling interest	(4,876)	(4,627)
Increase in restricted cash	(7,709)	(431)
Net cash (used in) / generated from financing activities	(35,609)	6,429
Net increase / (decrease) in cash and cash equivalents	6,793	(4,043)
Foreign currency translation	2,447	(127)
Disposal of discontinued operation (B13)	(5,878)	0
Cash and cash equivalents at beginning of period	80,717	73,197
Cash and cash equivalents at end of period	84,079	69,027
COMPOSITION OF CASH AND CASH EQUIVALENTS		
Short term deposits	66,093	49,706
Cash and bank balances	26,418	20,279
	92,511	69,985
Restricted cash	(8,432)	(957)
Cash and cash equivalents at end of period	84,079	69,028

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 2014 and the accompanying explanatory notes attached to the interim financial statements.