

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

**UNAUDITED CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2015**

<u>Table of Contents</u>	Page
Unaudited Condensed Interim Consolidated Statements of Comprehensive Income	1
Unaudited Condensed Interim Consolidated Statements of Financial Position	2
Unaudited Condensed Interim Consolidated Statements of Changes in Equity	3
Unaudited Condensed Interim Consolidated Statements of Cash Flows	4 - 5
Part A: Explanatory Notes Pursuant to MFRS 134	6 - 18
Part B: Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing requirements of Bursa Malaysia Securities Berhad	19 - 40

**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 2015**

RM'000	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	QUARTER ENDED	QUARTER ENDED	YEAR-TO-DATE ENDED	YEAR-TO-DATE ENDED
	30/06/2015	30/06/2014 Restated	30/06/2015	30/06/2014 Restated
	Unaudited	Unaudited	Unaudited	Unaudited
<b>Continuing operations</b>				
Revenue	181,935	162,501	317,802	263,860
Cost of sales	(137,482)	(121,718)	(244,457)	(193,457)
Gross profit	44,453	40,783	73,345	70,403
Other operating income	422	314	1,086	828
Selling and distribution costs	(7,384)	(7,260)	(15,075)	(13,949)
Administrative expenses	(13,257)	(13,074)	(25,590)	(24,175)
Other operating (losses) / gains	(454)	962	359	895
Operating profit	23,780	21,725	34,125	34,002
Finance costs	(1,985)	(714)	(3,972)	(1,111)
Share of results of a joint venture (net of tax)	613	0	613	0
Share of results of associates (net of tax)	1,689	3,933	5,256	7,899
Profit before tax	24,097	24,944	36,022	40,790
Income tax expense	(4,741)	(5,970)	(7,414)	(9,377)
<b>Profit from continuing operations</b>	<b>19,356</b>	<b>18,974</b>	<b>28,608</b>	<b>31,413</b>
<b>Discontinued operation</b>				
(Loss) / profit from discontinued operation, (net of tax) (B14)	<b>0</b>	<b>(171)</b>	<b>1,041</b>	<b>(284)</b>
<b>Profit for the period</b>	<b>19,356</b>	<b>18,803</b>	<b>29,649</b>	<b>31,129</b>
<b>Other comprehensive income</b>				
<b>Currency translation differences</b>	<b>149</b>	<b>(159)</b>	<b>484</b>	<b>(243)</b>
<b>Total comprehensive income for the period</b>	<b>19,505</b>	<b>18,644</b>	<b>30,133</b>	<b>30,886</b>
<b>Profit attributable to:</b>				
- Equity holders of the Company	17,088	15,939	25,316	25,692
- Non-controlling interests	2,268	2,864	4,333	5,437
	19,356	18,803	29,649	31,129
<b>Total comprehensive income attributable to:</b>				
- Equity holders of the Company	17,149	15,864	25,483	25,579
- Non-controlling interests	2,356	2,780	4,650	5,307
	19,505	18,644	30,133	30,886
<b>Earnings per share (EPS) attributable to equity holders of the Company (sen)</b>				
- Basic EPS (Restated)				
- From continuing operations	4.27	4.02	6.07	6.49
- From discontinued operation	0.00	(0.04)	0.26	(0.07)
	<u>4.27</u>	<u>3.98</u>	<u>6.33</u>	<u>6.42</u>
- Diluted EPS				
- From continuing operations	4.25	4.01	6.04	6.47
- From discontinued operation	0.00	(0.04)	0.26	(0.07)
	<u>4.25</u>	<u>3.97</u>	<u>6.30</u>	<u>6.40</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)**  
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**UNAUDITED CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2015**

<b>RM'000</b>	<b>As at 30/06/2015 Unaudited</b>	<b>As at 31/12/2014 Audited</b>
<b>ASSETS</b>		
Property, plant and equipment	233,978	229,723
Investment properties	877	888
Intangible assets	3,167	3,235
Joint venture	26,860	0
Associates	46,432	40,645
Deferred tax assets	5,886	2,839
<b>Non-current Assets</b>	<b>317,200</b>	<b>277,330</b>
Inventories	22,633	28,302
Amounts due from associates	2	4,335
Amount due from a joint venture	234	0
Trade receivables	206,607	226,667
Deferred cost	3,353	8,393
Other receivables, deposits and prepayments	15,746	17,693
Tax recoverable	3,584	4,410
Restricted cash	8,618	723
Cash and cash equivalents	84,571	75,016
	<b>345,348</b>	<b>365,539</b>
Assets classified as held for sale	0	27,266
<b>Current Assets</b>	<b>345,348</b>	<b>392,805</b>
<b>TOTAL ASSETS</b>	<b>662,548</b>	<b>670,135</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	200,000	200,000
Equity - share based payment	580	0
Retained earnings	133,159	127,843
Merger deficit	(50,000)	(50,000)
Foreign currency translation	(2,883)	(3,050)
Equity attributable to equity holders of the Company	280,856	274,793
Non-controlling interests	28,051	30,129
<b>Total Equity</b>	<b>308,907</b>	<b>304,922</b>
Borrowings	92,270	104,587
Deferred tax liabilities	17,143	15,888
<b>Non-current Liabilities</b>	<b>109,413</b>	<b>120,475</b>
Trade payables	149,109	135,441
Deferred revenue	3,026	8,245
Other payables and accruals	22,279	46,937
Amounts due to associates	6,623	0
Amount due to a joint venture	332	0
Dividend payable	1,734	530
Taxation	757	816
Borrowings	60,368	50,784
	<b>244,228</b>	<b>242,753</b>
Liabilities classified as held for sale	0	1,985
<b>Current Liabilities</b>	<b>244,228</b>	<b>244,738</b>
<b>Total Liabilities</b>	<b>353,641</b>	<b>365,213</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>662,548</b>	<b>670,135</b>

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)**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2015**

	←----- Attributable to equity holders of the Company ----->						Non-controlling interests	Total equity	
	Issued and fully paid ordinary shares of RM0.50 each / RM1.00 each		-----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	Retained earnings RM'000			Total 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	25,692	25,692	5,437	31,129
Other comprehensive income for the period	0	0	0	(113)	0	0	(113)	(130)	(243)
Total comprehensive income for the period	0	0	0	(113)	0	25,692	25,579	5,307	30,886
Share based payment	0	0	17	0	0	0	17	0	17
Dividend	0	0	0	0	0	(16,500)	(16,500)	(7,245)	(23,745)
Bonus issue	50,000	50,000	0	0	0	(50,000)	0	0	0
At 30 June 2014	<u>200,000</u>	<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>
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	25,316	25,316	4,333	29,649
Other comprehensive income for the period	0	0	0	167	0	0	167	317	484
Total comprehensive income for the period	0	0	0	167	0	25,316	25,483	4,650	30,133
Share based payment	0	0	580	0	0	0	580	0	580
Dividend	0	0	0	0	0	(20,000)	(20,000)	(6,728)	(26,728)
At 30 June 2015	<u>400,000</u>	<u>200,000</u>	<u>580</u>	<u>(2,883)</u>	<u>(50,000)</u>	<u>133,159</u>	<u>280,856</u>	<u>28,051</u>	<u>308,907</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 30 JUNE 2015**

RM'000	QUARTER AND YEAR-TO-DATE ENDED	
	30/06/2015	30/06/2014
	Unaudited	Unaudited
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit for the period	29,649	31,129
<u>Adjustments for:</u>		
Impairment for doubtful debts:		
- impairment made	347	798
- write back of impairment	(301)	(436)
Allowance for slow moving inventories:		
- impairment made		
Amortisation of intangible assets	434	316
Amortisation of financial guarantee liabilities	(4)	0
Amortisation cost on financial liabilities	0	8
Depreciation:		
- property, plant and equipment	13,930	8,817
- investment properties	11	12
Bad debts written off:		
- trade receivables	105	0
Provisions for liquidated damages		
- provisions made	2	247
Gain on disposals of property, plant and equipment	(11)	0
Write-off:		
- property, plant and equipment	6	1
- inventories	0	18
Interest income	(581)	(538)
Finance cost	4,000	1,183
Share based payment expense	580	17
Share of results of associates	(5,256)	(7,899)
Share of results of a joint venture	(613)	0
Tax expense	7,392	9,285
Unrealised foreign exchange losses / (gains)	176	(212)
Gain from sale of discontinued operation	(1,127)	0
<b>Operating profit before working capital changes</b>	<b>48,720</b>	<b>42,693</b>
<u>Changes in working capital</u>		
Inventories	5,688	(4,544)
Trade receivables	17,406	1,544
Deferred cost	5,040	(7,185)
Other receivables, deposits and prepayments	1,001	(2,604)
Trade payables	14,305	(1,627)
Other payables and accruals	(24,899)	12,950
Deferred revenue	(5,219)	3,918
<b>Cash generated from operation</b>	<b>62,042</b>	<b>45,145</b>
Tax paid	(8,453)	(8,903)
Tax refunded	0	2,470
Interest received	576	541
Interest paid	(3,978)	(1,183)
<b>Net cash generated from operating activities</b>	<b>50,187</b>	<b>38,070</b>

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**UNAUDITED CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2015 (CONTINUED)**

RM'000	QUARTER AND YEAR-TO-DATE ENDED	
	30/06/2015	30/06/2014
	Unaudited	Unaudited
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment		
- Purchases	(18,142)	(59,451)
- Proceeds from disposals	186	0
- Deposits paid	0	(13,539)
Purchases of intangible assets	(365)	(523)
Dividend received from associates	4,332	11,500
Amount due from a joint venture	(234)	0
Amount due to associates	6,623	0
Amount due to a joint venture	168	0
<b>Net cash used in investing activities</b>	<b>(7,432)</b>	<b>(62,013)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Revolving credit		
- Drawn down	7,500	0
- Repayment	(6,000)	0
Term loan		
- Drawn down	0	61,444
- Repayment	(6,299)	(1,585)
Drawdown of loan against import	1,934	0
Repayment of hire purchase under finance lease	(17)	(16)
Dividends paid to:		
- Shareholders	(19,567)	(16,500)
- Non-controlling interest	(5,956)	(7,245)
Increase in restricted cash	(7,895)	(106)
<b>Net cash (used in) / generated from financing activities</b>	<b>(36,300)</b>	<b>35,992</b>
<b>Net increase in cash and cash equivalents</b>	<b>6,455</b>	<b>12,049</b>
Foreign currency translation	3,277	(416)
Disposal of discontinued operation (B14)	(5,878)	0
Cash and cash equivalents at beginning of period	80,717	73,197
<b>Cash and cash equivalents at end of period</b>	<b>84,571</b>	<b>84,830</b>
<b>COMPOSITION OF CASH AND CASH EQUIVALENTS</b>		
Short term deposits	68,937	66,082
Cash and bank balances	24,252	19,380
	93,189	85,462
Restricted cash	(8,618)	(632)
<b>Cash and cash equivalents at end of period</b>	<b>84,571</b>	<b>84,830</b>

The above 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.