



SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

INTERIM FINANCIAL REPORT

FOR THE QUARTER ENDED

30 SEPTEMBER 2015

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 SEPTEMBER 2015**

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30-Sep-15 RM'000	Preceding Year Corresponding Quarter 30-Sep-14 RM'000	Current Year To Date 30-Sep-15 RM'000	Preceding Year Corresponding Period 30-Sep-14 RM'000
Revenue	149,646	154,282	446,572	473,033
Operating expenses	(147,735)	(148,888)	(434,779)	(457,943)
Operating income	310	949	3,552	3,621
Operating profit	2,221	6,343	15,345	18,711
Finance cost	(1,003)	(2,442)	(3,423)	(6,750)
Profit before tax	1,218	3,901	11,922	11,961
Tax expense	(347)	(1,241)	(3,436)	(3,728)
Profit for the period	871	2,660	8,486	8,233
Other comprehensive income:				
Currency translation differences	3,005	130	3,993	(398)
Changes in fair value of available-for-sale financial assets	-	-	-	(10)
Other comprehensive income for the period, net of tax	3,005	130	3,993	(408)
Total comprehensive income for the period	3,876	2,790	12,479	7,825
Profit attributable to:				
-Owners of the parent	1,209	1,830	7,773	6,795
-Non controlling interest	(338)	830	713	1,438
	871	2,660	8,486	8,233
Total comprehensive income attributable to:				
-Owners of the parent	3,230	1,936	10,461	6,578
-Non controlling interest	646	854	2,018	1,247
	3,876	2,790	12,479	7,825
Earnings per share-basic (sen)	0.89	1.35	5.72	5.00

The condensed consolidated statement 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 report.

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As At 30-Sep-2015 RM'000	Audited As At 31-Dec-2014 RM'000
ASSETS		
Non Current Assets		
Property, plant and equipment	30,695	29,745
Investment properties	2,639	2,497
Prepaid land lease payments	990	807
Intangible assets	658	548
Quoted investments	51	51
Deferred tax assets	1,628	870
	<u>36,661</u>	<u>34,518</u>
Current Assets		
Inventories	70,307	74,501
Trade and other receivables	149,912	145,479
Tax recoverables	1,126	4,374
Cash and bank balances	42,201	47,136
	<u>263,546</u>	<u>271,490</u>
Non-current asset held for sale	-	2,839
	<u>263,546</u>	<u>274,329</u>
Total Assets	<u><u>300,207</u></u>	<u><u>308,847</u></u>
EQUITY AND LIABILITIES		
Equity		
Share capital	68,000	68,000
Share premium	954	954
Reserves	47,028	42,687
Total shareholders' equity	115,982	111,641
Non controlling interest	6,140	4,307
Total Equity	<u>122,122</u>	<u>115,948</u>
Non Current Liabilities		
Borrowings	2,603	3,784
Retirement benefits obligations	337	296
Deferred tax liabilities	579	296
	<u>3,519</u>	<u>4,376</u>
Current Liabilities		
Trade and other payables	59,297	35,002
Borrowings	114,945	151,457
Taxation	324	506
	<u>174,566</u>	<u>186,965</u>
Liability attributable to asset held for sale	-	1,558
	<u>174,566</u>	<u>188,523</u>
Total Liabilities	<u>178,085</u>	<u>192,899</u>
Total Equity and Liabilities	<u><u>300,207</u></u>	<u><u>308,847</u></u>
Net assets per ordinary share attributable to ordinary equity holders of the parent (RM)	<u>0.85</u>	<u>0.82</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for financial year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial report.

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2015

	Current Year to Date 30-Sep-15 RM'000 (Unaudited)	Preceding year Corresponding Period 30-Sep-14 RM'000 (Unaudited)
Cash Flows from operating activities		
Profit before taxation	11,922	11,961
Adjustment for:		
Depreciation and amortisation	1,845	2,156
Derivative gain	(326)	-
Unrealised loss on foreign exchange	578	782
Prov for doubtful debts	13	-
Loss on disposal of associate	(1)	32
PPE and investment property written off	-	204
Income from matured insurance policy	-	(142)
Gain on disposal of PPE and Investment property	(575)	(138)
Interest income	(459)	(724)
Interest expenses	3,441	6,749
Operating profit before working capital changes	<u>16,438</u>	<u>20,880</u>
Changes in working capital:		
Receivable	(1,923)	(36,510)
Inventories	4,589	(19,120)
Payables	24,446	8,755
Cash from/(used in) operations	<u>43,550</u>	<u>(25,995)</u>
Income taxes paid	(4,620)	(3,407)
Net cash from/(used in) operating activities	<u>38,930</u>	<u>(29,402)</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,928)	(2,228)
Proceeds from disposal of PPE and investment property	3,489	475
Proceeds from disposal of associates	-	800
Proceeds from matured insurance policy	-	947
Acquisition of non-controlling interest	(275)	-
Interest received	459	724
Net cash from investing activities	<u>1,745</u>	<u>718</u>
Cash flows from financing activities		
Net (repayment)/drawdown of borrowings	(27,916)	44,167
Dividend paid	(6,120)	(3,400)
Dividend paid to non-controlling interest	(21)	(12)
Interest paid	(3,441)	(6,750)
Net cash (used in)/from financing activities	<u>(37,498)</u>	<u>34,005</u>
Net increase in cash and cash equivalents	<u>3,177</u>	<u>5,321</u>
Cash and cash equivalents at the beginning of period	<u>32,823</u>	<u>23,623</u>
Net effect of exchange rate changes	<u>3,517</u>	<u>(359)</u>
Cash and cash equivalents at the end of period	<u><u>39,517</u></u>	<u><u>28,585</u></u>
Cash and cash equivalents comprise:		
Cash and bank balances	42,201	51,300
Bank overdraft	(2,684)	(22,715)
	<u><u>39,517</u></u>	<u><u>28,585</u></u>

The condensed consolidated cash flow statement 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 report

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2015**

	← Attributable to owners of the parent →							Total Shareholders' Equity	Non Controlling Interest	Total Equity
	Share Capital	Share Premium	Capital Reserve	Reverse Acquisition Reserve	Translation Reserve	Fair Value Reserve	Retained Profits			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			
Balance at 1 January 2015	68,000	954	-	(40,725)	1,091	15	82,306	111,641	4,309	115,950
Profit for the period	-	-	-	-	-	-	7,773	7,773	713	8,486
Other comprehensive income for the period	-	-	-	-	2,688	-	-	2,688	1,304	3,992
Total comprehensive income for the period	-	-	-	-	2,688	-	7,773	10,461	2,017	12,478
Acquisition of non-controlling interest	-	-	-	-	-	-	-	-	(165)	(165)
Dividend paid to non controlling interest	-	-	-	-	-	-	-	-	(21)	(21)
Dividend paid	-	-	-	-	-	-	(6,120)	(6,120)	-	(6,120)
Total changes in equity for the period	-	-	-	-	-	-	(6,120)	(6,120)	(186)	(6,306)
Balance at 30 September 2015	68,000	954	-	(40,725)	3,779	15	83,959	115,982	6,140	122,122

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2014**

	← Attributable to owners of the parent →							Total Shareholders' Equity	Non Controlling Interest	Total Equity
	Share Capital	Share Premium	Capital Reserve	Reverse Acquisition Reserve	Translation Reserve	Fair Value Reserve	Retained Profits			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			
Balance at 1 January 2014	68,000	954	-	(40,726)	593	36	79,725	108,582	2,709	111,291
Profit for the period	-	-	-	-	-	-	6,795	6,795	1,438	8,233
Other comprehensive income for the period	-	-	-	-	(207)	(10)	-	(217)	(191)	(408)
Total comprehensive income for the period	-	-	-	-	(207)	(10)	6,795	6,578	1,247	7,825
Dividend paid to non controlling interest	-	-	-	-	-	-	-	-	(12)	(12)
Dividend paid	-	-	-	-	-	-	(3,400)	(3,400)	-	(3,400)
Total changes in equity for the period	-	-	-	-	-	-	(3,400)	(3,400)	(12)	(3,412)
Balance at 30 September 2014	68,000	954	-	(40,726)	386	26	83,120	111,760	3,944	115,704

The condensed consolidated statement 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 report

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2015

A. NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (FRS 134): INTERIM FINANCIAL REPORTING

A1. Accounting Policies and Basis of Preparation

The unaudited interim financial statements have been prepared in accordance with MFRS 134, Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the unaudited condensed consolidated financial statements.

The accounting policies and presentation adopted by the Group for the interim financial statements are consistent with those adopted in the Group's audited financial statements for the financial year ended 31 December 2014. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2014.

A2. Significant Accounting Policies

At the date of authorization of these interim financial statements, the following MFRS, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:-

1) MFRSs, Interpretations and amendments effective for 1 January 2016

- MFRS 14, Regulatory Deferral Accounts
- MFRS 11, Accounting for Acquisitions of Interests in Joint Operations
- MFRS 101, Disclosure Initiative
- MFRS 116 and MFRS 138, Clarification of Acceptable Methods of Depreciation and Amortisation
- MFRS 116 and MFRS 141, Agriculture: Bearer Plants
- MFRS 127, Equity Method in Separate Financial Statements
- MFRS 10 and MFRS 128, Sale or Contribution of Assets between an investor and its Associate or Joint Venture

2) MFRSs, Interpretations and amendments effective for 1 January 2017

- MFRS 15, Revenue from Contracts with Customers

3) MFRSs, Interpretations and amendments effective for 1 January 2018

- MFRS 9, Financial Instruments (IFRS issued by IASB in July 2014)

A3. Auditors' report

There was no qualification on the audited financial statements of the Company and its subsidiaries for the financial year ended 31 December 2014.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2015

A. NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (FRS 134): INTERIM FINANCIAL REPORTING

A4. Seasonal or cyclical factors

The principal business operations of the Group are not significantly affected by seasonal or cyclical factors.

A5. Items of unusual nature and amount

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence in the current quarter under review and financial year-to-date.

A6. Material changes in estimates

There were no changes in estimates that have a material effect in the current quarter under review and financial year-to-date.

A7. Issuance, cancellation, repurchase, resale and repayment of debt and equity securities

There have been no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter under review and financial year-to-date.

A8. Dividends paid

A first and final single tier dividend of 2.5 sen per share in respect of financial year ended 31 December 2014 has been approved at the Annual General Meeting of the Company on 22 May 2015 and was paid on 10 July 2015.

An interim single tier dividend of 2.0 sen per share in respect of year ended 31 December 2015 was declared and paid on 30 September 2015.

A9. Segmental information

Business Segments

The Group operates solely in the business segment involving the distribution of industrial chemicals with operations in the blending of customized solvents.

Geographical Segments

The Group's activities are segmented based on the location of its subsidiaries. The subsidiaries are located in Malaysia, Indonesia, Vietnam and Singapore. Segment revenue is based on the management reports of the subsidiaries.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2015**A. NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (FRS 134): INTERIM FINANCIAL REPORTING**

A9. Segmental information (Cont'd)

Analysed by geographical segments:	Preceding Year		Current	Preceding Year
	Current	Corresponding	Year	Corresponding
Segment Revenue	Quarter	Quarter	To Date	Period
	30-Sep-15	30-Sep-14	30-Sep-15	30-Sep-14
	RM'000	RM'000	RM'000	RM'000
Malaysia	123,116	132,688	371,223	403,987
Indonesia	24,124	19,077	63,525	64,366
Vietnam	48,570	42,066	143,909	113,109
Singapore	344	196	609	1,069
Total revenue including inter-segment sales	196,154	194,027	579,266	582,531
Elimination of inter-segment sales	(46,508)	(39,745)	(132,694)	(109,498)
Total revenue	149,646	154,282	446,572	473,033
Segment Result				
Malaysia	787	2,092	7,145	7,791
Indonesia	(80)	(464)	21	(521)
Vietnam	668	2,293	4,970	4,708
Singapore	(157)	(20)	(214)	(17)
Profit before tax	1,218	3,901	11,922	11,961

A10. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current quarter under review and financial year-to-date.

A11. Capital commitments

There were no capital commitments at the end of the financial period.

A12. Material events subsequent to the end of period reported

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2015**A. NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (FRS 134): INTERIM FINANCIAL REPORTING****A13. Changes in the composition of the Group**

The Company holds 96.5% shares in PT Samchem Prasadha ("PTSP"). On 30 June 2015, Samchem Sdn Bhd, a wholly-owned subsidiary of the Company, acquired the remaining 3.5% non-controlling interest in PTSP for a cash consideration of Rp 665,350,000 (equivalent to approximately RM201,046). After the above acquisition, the Group holds 100% of PTSP.

The Company acquired 60% equity interest, representing 6 ordinary shares of RM1.00 each in Sampro Distribution Sdn Bhd ("Sampro Distribution") from Mr Mohd Firdaus bin Jamari for a total cash consideration of RM6.00. The principal activity of Sampro Distribution is retail sale of Audio Video and ICT Distribution, trading, system integrator and solution provider.

The Company acquired 60% equity interest, representing 6 ordinary shares of RM1.00 each in Samserv Services Sdn Bhd ("Samserv Services") from Mr Mohd Firdaus bin Jamari for a total cash consideration of RM6.00. The principal activity of Samserv Services is retail sale of Audio Video and ICT Distribution, trading, system integrator and solution provider.

The Company acquired 60% equity interest, representing 6 ordinary shares of RM1.00 each in My Online AV Sdn Bhd ("My Online AV") from Mr Mohd Firdaus bin Jamari for a total cash consideration of RM6.00. The principal activity of My Online AV is retail sale of Audio Video and ICT Distribution, trading, system integrator and solution provider.

A14. Changes in contingent liabilities and contingent assets

There were no changes in the contingent liabilities and contingent assets since the Statement of Financial Position as at 31 December 2014 except for the following:

	RM'000
As At 31 December 2014:	152,195
Changes during the period:	
Corporate guarantee provided by the Company to financial institutions in respect of financing facilities granted to local subsidiaries	(8,547)
Corporate guarantee provided by the Company to overseas financial institutions in respect of financing facilities granted to foreign subsidiaries	-
Corporate guarantee provided by the Company to suppliers in respect of credit facilities granted to local subsidiaries	(3,860)
Corporate guarantee provided by the Company to suppliers in respect of credit facilities granted to a foreign subsidiary	8,391
As At 30 September 2015	<u>148,179</u>

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2015**A. NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (FRS 134): INTERIM FINANCIAL REPORTING**

A15. Related party transactions

The Group has the following transactions with the related parties during the current quarter under review and financial year-to-date.

	Current Quarter 30-Sep-15 RM'000	Current Year To Date 30-Sep-15 RM'000
Purchase of products*	1,329	3,118
Sales of products*	542	622

* Company in which a director of the subsidiaries have substantial financial interests

In the opinion of the Directors, the above transactions have been entered into in the ordinary course of business and have been established under terms no less favorable than those transacted with unrelated parties.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2015

B. ADDITIONAL INFORMATION PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Performance review

(i) Current Quarter

The Group recorded a lower revenue of RM149.65 million for the current quarter under review, compared to RM154.28 million for the corresponding quarter in the preceding year, which represents a decrease of 3%. The decrease in sales was mainly attributable to lower revenue from local subsidiaries. The lower crude oil price in the current quarter has resulted in lower selling price and hence, lower revenue.

Despite generating a higher gross profit margin in the current quarter under review, the Group recorded a lower profit before tax of RM1.22 million, representing a drop of RM2.68 million compared to the profit before tax for the corresponding quarter in the preceding year of RM3.90 million. This is mainly due to lower revenue generated as well as foreign exchange losses suffered as a result of the depreciation of the Malaysian Ringgit and devaluation of the Vietnamese Dong.

(ii) Year-to-date

The Group recorded a lower revenue of RM446.57 million for the current financial year-to-date, compared to RM473.03 million for the corresponding quarter in the preceding year, which represents a decrease of 5.6%. The decrease was mainly due to lower revenue from local subsidiaries. The lower crude oil price in the current financial year-to-date has resulted in lower selling price and hence, lower revenue.

Despite a higher gross profit margin in the current financial year-to-date, the Group recorded a slightly lower profit before tax of RM11.92 million, a decrease of RM0.04 million compared to the corresponding quarter in the preceding year of RM11.96 million. This is mainly due to lower revenue generated as well as foreign exchange losses suffered as a result of the depreciation of the Malaysian Ringgit and devaluation of the Vietnamese Dong.

B2. Material changes in profit before taxation for the current quarter as compared with the immediate preceding quarter

The Group recorded a lower profit before tax of RM1.22 million for the current quarter under review as compared to the immediate preceding quarter of RM5.19 million mainly due to foreign exchange losses suffered as a result of the depreciation of the Malaysian Ringgit and devaluation of the Vietnamese Dong.

B3. Prospects for the current financial year

Barring any unforeseen circumstances, the Group and the Directors expect that the Group's performance will be positive for the remaining periods of the financial year ending 31 December 2015.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2015**B. ADDITIONAL INFORMATION PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B4. Variance between actual profit and forecast profit**

The Group did not issue any profit forecast in a public document during the current financial period.

B5. Profit for the period

Profit for the period is arrived at after charging/(crediting):

	Individual Quarter		Cumulative Quarter	
	Current Quarter 30-Sep-15 RM'000	Preceding Year Corresponding Quarter 30-Sep-14 RM'000	Current Year To Date 30-Sep-15 RM'000	Preceding Year Corresponding Period 30-Sep-14 RM'000
Interest income	(207)	(259)	(459)	(724)
Loss/(gain) on disposal of property, plant equipment	61 -	-	(575)	(138)
PPE and IP written off	-	204	-	204
Interest expense	986	2,441	3,441	6,749
Depreciation and amortization	602	706	1,845	2,156
Foreign exchange loss/(gain)-realised	5,390	(548)	8,281	(1,226)
Foreign exchange loss-unrealised	471	(708)	578	782

B6. Taxation

	Current Year Quarter 30-Sep-15 RM'000	Current Year To Date 30-Sep-15 RM'000
Current tax expense	943	3,718
Deferred tax expense	(596)	(282)
	<u>347</u>	<u>3,436</u>

The effective tax rate for the current quarter under review was higher than the statutory tax rate due to operating losses suffered by certain subsidiaries from which the tax savings were not claimed.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2015**B. ADDITIONAL INFORMATION PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B7. Status of corporate proposal**

There were no corporate proposals announced but not completed as at the date of this announcement.

B8. Group borrowings and debt securities

The Group's borrowings as 30 September 2015 are as follows:-

	RM'000
Secured	
Long term borrowings:-	
Term loans	2,539
Hire purchase creditors	64
	<u>2,603</u>
Short term borrowings:-	
Bank overdrafts	2,684
Bankers acceptances	2,686
Trade loans	11,118
Hire purchase creditors	1,745
	<u>18,233</u>
Unsecured	
Short term borrowings:-	
Term loans	13,359
Revolving Credit	-
Bankers acceptances	25,051
Trade loans	58,302
	<u>96,712</u>
Total Borrowings:	<u><u>117,548</u></u>

Included in the above borrowings are term loans and trade loans of RM66.63 million in USD.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2015**B. ADDITIONAL INFORMATION PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B9. Financial Instruments**

The Group has entered into some foreign exchange forward contracts to hedge its exposure to fluctuations in foreign currency arising from its purchases.

The details of the open foreign exchange forward contracts are as follows:

	Amount in original currency USD'000	Average Contract Rate	Contract Value RM'000	Fair Value Favourable RM'000
Less than 1 year	1,600	4.1963	6,714	326

The derivatives have been recorded on the Consolidated Statement of Financial Position for this current quarter under review and financial year-to-date in compliance with FRS 139.

(a) The above instruments are executed with credit worthy financial institutions in Malaysia and as such credit and counterparty risks are minimal. There are no transaction costs at the inception of these contracts. The Group is exposed to minimal cash flow risk in view of its healthy cash position.

(b) There are no gain/(loss) arising from fair value changes in financial liabilities in the current quarter under review and financial year-to-date.

B10. Material Litigation

As at the date of this report, neither the Company nor any of its subsidiaries is engaged in any material litigation and arbitration either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiaries and our Directors are not aware of any proceedings pending or threatened or of any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business of the Company or its subsidiaries.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2015**B. ADDITIONAL INFORMATION PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B11. Proposed Dividend**

For the financial year ended 31 December 2014, the Board of Directors has recommended a first and final dividend of 2.5 sen per share which has been approved at the Annual General Meeting of the Company held on the 22 May 2015 and paid on 10 July 2015.

For the financial year ended 31 December 2015, the Board of Directors has declared an interim single-tier dividend of 2.0 sen per share. The dividend was paid on 30 September 2015 to shareholders whose names appear in the Company's Record of Depositors on 9 September 2015.

B12. Breakdown of Realised and Unrealised Profits and Losses

The retained profits can be analysed as follows:-

	As At 30-Sep-15 RM'000	As At 30-Sep-14 RM'000
Realised profits	83,162	83,669
Unrealised Gains/(losses)	797	(549)
	<u>83,959</u>	<u>83,120</u>

SAMCHEM HOLDINGS BERHAD

(Company No: 797567 U)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 30 SEPTEMBER 2015**B. ADDITIONAL INFORMATION PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B13. Earnings per share

	Current Quarter 30-Sep-15 RM'000	Preceding Year Corresponding Quarter 30-Sep-14 RM'000	Current Year To Date 30-Sep-15 RM'000	Preceding Year Corresponding Period 30-Sep-14 RM'000
Profit attributable to ordinary equity holders of the parent (RM'000)	1,209	1,830	7,773	6,795
Weighted average number of ordinary shares in issue ('000)	136,000	136,000	136,000	136,000
Earnings per share-basic (sen)	<u>0.89</u>	<u>1.35</u>	<u>5.72</u>	<u>5.00</u>

There are no diluted earnings per share as there were no potential dilutive ordinary shares outstanding as at end of the current quarter under review.

By order of the Board,

Dato' Ng Lian Poh
Group Chief Executive Officer
Date: 26 November 2015