



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

31 MARCH 2016

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 31 MARCH 2016**

| | Individual Quarter | | Cumulative Quarter | |
|--|---|---|---|--|
| | Current Quarter 31-Mar-16 RM'000 | Preceding Year Corresponding Quarter 31-Mar-15 RM'000 | Current Year To Date 31-Mar-16 RM'000 | Preceding Year Corresponding Period 31-Mar-15 RM'000 |
| Revenue | 159,644 | 155,887 | 159,644 | 155,887 |
| Operating expenses | (156,282) | (153,113) | (156,282) | (153,113) |
| Operating income | <u>3,836</u> | <u>4,099</u> | <u>3,836</u> | <u>4,099</u> |
| Operating profit | 7,198 | 6,873 | 7,198 | 6,873 |
| Finance cost | (1,287) | (1,362) | (1,287) | (1,362) |
| Profit before tax | 5,911 | 5,511 | 5,911 | 5,511 |
| Tax expense | <u>(1,719)</u> | <u>(1,445)</u> | <u>(1,719)</u> | <u>(1,445)</u> |
| Profit for the period | <u><u>4,192</u></u> | <u><u>4,066</u></u> | <u><u>4,192</u></u> | <u><u>4,066</u></u> |
| Other comprehensive income: | | | | |
| Currency translation differences | (653) | 942 | (653) | 942 |
| Other comprehensive income for the period, net of tax | <u>(653)</u> | <u>942</u> | <u>(653)</u> | <u>942</u> |
| Total comprehensive income for the period | <u><u>3,539</u></u> | <u><u>5,008</u></u> | <u><u>3,539</u></u> | <u><u>5,008</u></u> |
| Profit attributable to: | | | | |
| -Owners of the parent | 3,643 | 3,545 | 3,643 | 3,545 |
| -Non controlling interest | <u>549</u> | <u>521</u> | <u>549</u> | <u>521</u> |
| | <u>4,192</u> | <u>4,066</u> | <u>4,192</u> | <u>4,066</u> |
| Total comprehensive income attributable to: | | | | |
| -Owners of the parent | 3,349 | 4,172 | 3,349 | 4,172 |
| -Non controlling interest | <u>190</u> | <u>836</u> | <u>190</u> | <u>836</u> |
| | <u>3,539</u> | <u>5,008</u> | <u>3,539</u> | <u>5,008</u> |
| Earnings per share-basic (sen) | <u>2.68</u> | <u>2.61</u> | <u>2.68</u> | <u>2.61</u> |

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial report.

SAMCHEM HOLDINGS BERHAD

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| | Unaudited As At 31-Mar-2016 RM'000 | Audited As At 31-Dec-2015 RM'000 |
|--|---|---|
| ASSETS | | |
| Non Current Assets | | |
| Property, plant and equipment | 29,619 | 30,298 |
| Investment properties | 2,589 | 2,571 |
| Prepaid land lease payments | 990 | 1,042 |
| Intangible assets | 548 | 548 |
| Quoted investments | 48 | 47 |
| Deferred tax assets | 979 | 917 |
| | <u>34,773</u> | <u>35,423</u> |
| Current Assets | | |
| Inventories | 67,243 | 72,984 |
| Trade and other receivables | 133,279 | 119,488 |
| Tax recoverables | 5,698 | 5,529 |
| Cash and bank balances | 47,913 | 40,939 |
| | <u>254,133</u> | <u>238,940</u> |
| Total Assets | <u><u>288,906</u></u> | <u><u>274,363</u></u> |
| EQUITY AND LIABILITIES | | |
| Equity | | |
| Share capital | 68,000 | 68,000 |
| Share premium | 954 | 954 |
| Reserves | 45,915 | 42,567 |
| Total shareholders' equity | <u>114,869</u> | <u>111,521</u> |
| Non controlling interest | 7,135 | 6,944 |
| Total Equity | <u>122,004</u> | <u>118,465</u> |
| Non Current Liabilities | | |
| Borrowings | 2,871 | 3,234 |
| Retirement benefits obligations | 360 | 359 |
| Deferred tax liabilities | 1,219 | 1,052 |
| | <u>4,450</u> | <u>4,645</u> |
| Current Liabilities | | |
| Trade and other payables | 42,496 | 46,715 |
| Borrowings | 119,367 | 104,333 |
| Taxation | 589 | 205 |
| | <u>162,452</u> | <u>151,253</u> |
| | <u>162,452</u> | <u>151,253</u> |
| Total Liabilities | <u>166,902</u> | <u>155,898</u> |
| Total Equity and Liabilities | <u><u>288,906</u></u> | <u><u>274,363</u></u> |
| Net assets per ordinary share attributable to ordinary equity holders of the parent (RM) | <u>0.84</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 2015 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 31 MARCH 2016

| | Current Year to Date 31-Mar-16 RM'000 (Unaudited) | Preceding year Corresponding Period 31-Mar-15 RM'000 (Unaudited) |
|---|--|---|
| Cash Flows from operating activities | | |
| Profit before taxation | 5,911 | 5,511 |
| Adjustment for: | | |
| Depreciation and amortisation | 613 | 699 |
| Derivative gain | (149) | 91 |
| Unrealised loss/ (gain) on foreign exchange | 2,143 | (2,467) |
| Gain on disposal of PPE and Investment property | - | (73) |
| Interest income | (184) | (118) |
| Interest expenses | 1,288 | 1,415 |
| Operating profit before working capital changes | 9,622 | 5,058 |
| Changes in working capital: | | |
| Receivable | (10,426) | 8,807 |
| Inventories | 5,741 | (4,528) |
| Payables | (8,587) | 13,247 |
| Cash from operations | (3,650) | 22,584 |
| Income taxes paid | (2,296) | (1,333) |
| Net cash (used in)/ from operating activities | (5,946) | 21,251 |
| Cash flows from investing activities | | |
| Purchase of property, plant and equipment | (117) | (808) |
| Proceeds from disposal of PPE and investment property | - | 125 |
| Interest received | 184 | 118 |
| Net cash from/ (used in) investing activities | 67 | (565) |
| Cash flows from financing activities | | |
| Net drawdown/ (repayment) of borrowings | 9,462 | (16,103) |
| Uplift of fixed deposit pledged to financial institution | 399 | 14,454 |
| Interest paid | (1,288) | (1,415) |
| Net cash from/ (used in) financing activities | 8,573 | (3,064) |
| Net increase in cash and cash equivalents | 2,694 | 17,622 |
| Cash and cash equivalents at the beginning of period | 40,071 | 17,969 |
| Net effect of exchange rate changes | (530) | 1,543 |
| Cash and cash equivalents at the end of period | 42,235 | 37,134 |
| Cash and cash equivalents comprise: | | |
| Cash and bank balances | 47,913 | 42,905 |
| Bank overdraft | (5,678) | (5,771) |
| | 42,235 | 37,134 |

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 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 31 MARCH 2016**

| | ← 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 2016 | 68,000 | 954 | - | (40,726) | 3,209 | 13 | 80,070 | 111,520 | 6,945 | 118,465 |
| Profit for the period | - | - | - | - | - | - | 3,643 | 3,643 | 549 | 4,192 |
| Other comprehensive income for the period | - | - | - | - | (294) | - | - | (294) | (359) | (653) |
| Total comprehensive income for the period | - | - | - | - | (294) | - | 3,643 | 3,349 | 190 | 3,539 |
| Balance at 31 March 2016 | 68,000 | 954 | - | (40,726) | 2,915 | 13 | 83,713 | 114,869 | 7,135 | 122,004 |

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 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 | - | (40,726) | 1,091 | 16 | 82,306 | 111,641 | 4,307 | 115,948 |
| Profit for the period | - | - | - | - | - | - | 3,545 | 3,545 | 521 | 4,066 |
| Other comprehensive income for the period | - | - | - | - | 627 | - | - | 627 | - | 627 |
| Total comprehensive income for the period | - | - | - | - | 627 | - | 3,545 | 4,172 | 521 | 4,693 |
| Balance at 31 March 2015 | 68,000 | 954 | - | (40,726) | 1,718 | 16 | 85,851 | 115,813 | 4,828 | 120,641 |

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 2015 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 31 MARCH 2016

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

A1. Accounting Policies and Basis of Preparation

The condensed financial statement are unaudited and have been prepared in accordance with IAS 34, 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 2015 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 2015. 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 2015.

A2. Significant Accounting Policies

Except as described below, the same accounting policies and methods of computation are followed in the condensed consolidated financial statement as compared with the consolidated financial statements for 31 December 2015. 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 5, Non-Current Asset Held for Sale and Discontinued Operations
- MFRS 7, Financial Instruments Disclosures
- MFRS 11, Joint Operations
- MFRS 12, Disclosure of Interest in Other Entities
- MFRS 101, Presentation of Financial Statements
- MFRS 116, Property, Plant and Equipment
- MFRS 119, Employerr Benefits
- MFRS 127, Equity Method in Separate Financial Statements
- MFRS 138, Intangible Assets
- MFRS 141, Agriculture
- 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)

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016

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

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 2015.

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.

A6. Material changes in estimates

There were no changes in estimates that have a material effect in the current quarter under review.

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.

A8. Dividends paid

There were no dividends paid in the current quarter under review.

A9. Segmental information

Business Segments

The Group's operations involve primarily the distribution of industrial chemicals as well as the blending of customized solvents. In October 2015, the Group acquired subsidiaries whose business operations involve a new concept in the distribution, service and solution of Audio Video and IT industry.

Geographical Segments

The Group's chemical distribution and blending activities are segmented based on the geographical 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.

The Audio Video and ICT Distribution business is currently based only in Malaysia.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016**A. NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (FRS 134): INTERIM FINANCIAL REPORTING**

A9. Segmental information (Cont'd)

Chemical Distribution And Blending Operations:

Analysed by geographical segments:

| Segment Revenue | Current | Preceding Year | Current | Preceding Year |
|---|-----------|----------------|----------|----------------|
| | Quarter | Corresponding | Year | Corresponding |
| | 31-Mar-16 | 31-Mar-15 | To Date | Period |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Malaysia | 123,220 | 130,315 | 123,220 | 130,315 |
| Indonesia | 23,892 | 19,355 | 23,892 | 19,355 |
| Vietnam | 45,897 | 50,770 | 45,897 | 50,770 |
| Singapore | 604 | 61 | 604 | 61 |
| Total revenue including inter-segment sales | 193,613 | 200,501 | 193,613 | 200,501 |
| | | - | | |
| Elimination of inter-segment sales | (36,048) | (44,614) | (36,048) | (44,614) |
| | | - | | |
| Total revenue | 157,565 | 155,887 | 157,565 | 155,887 |

Segment Result

| | | | | |
|-------------------|-------|-------|-------|-------|
| Malaysia | 3,490 | 3,636 | 3,490 | 3,636 |
| Indonesia | 841 | (152) | 841 | (152) |
| Vietnam | 1,746 | 2,058 | 1,746 | 2,058 |
| Singapore | (181) | (31) | (181) | (31) |
| Profit before tax | 5,896 | 5,511 | 5,896 | 5,511 |

Audio Video And ICT Distribution Operations:

Analysed by geographical segments:

| Revenue | Current | Preceding Year | Current | Preceding Year |
|------------------------------------|-----------|----------------|---------|----------------|
| | Quarter | Corresponding | Year | Corresponding |
| | 31-Mar-16 | 31-Mar-15 | To Date | Period |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Malaysia | 2,265 | - | 2,265 | - |
| Elimination of inter-segment sales | (186) | - | (186) | - |
| Total revenue | 2,079 | - | 2,079 | - |
| Profit before tax | | | | |
| Malaysia | 15 | - | 15 | - |

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016

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

A10. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current quarter under review.

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.

A13. Changes in the composition of the Group

There were no changes in the composition of the Group in their current quarter under review.

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 2015 except for the following:

| | RM'000 |
|---|----------------|
| As At 31 December 2015: | 109,172 |
| Changes during the period: | |
| Corporate guarantee provided by the Company to financial institutions in respect of financing facilities granted to local subsidiaries | 12,737 |
| 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 | 3,908 |
| Corporate guarantee provided by the Company to suppliers in respect of credit facilities granted to a foreign subsidiary | (970) |
| As At 31 March 2016 | <u>124,848</u> |

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016

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.

| | Current Quarter 31-Mar-16 RM'000 |
|-----------------------|---|
| Purchase of products* | 209 |

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 31 MARCH 2016

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

B1. Performance review

(i) Current Quarter

The Group recorded a higher revenue of RM159.64 million for the current quarter under review, compared to RM155.89 million for the corresponding quarter in the preceding year, which represents an increase of 2.4%. The increase is mainly due to revenue generated by the Indonesian subsidiary as well as the newly acquired subsidiaries involved in distribution, service and solutions to AV and IT industry.

The Group recorded a higher profit before tax for the current quarter under review of RM5.91 million, representing an increase of RM0.40 million compared to the profit before tax for the corresponding quarter in their preceding year of RM5.51 million. This increase is mainly due to lesser foreign exchange losses during the current quarter under review.

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

The Group recorded a profit before tax of RM 5.91 million for the current quarter under review as compared to the loss before tax in the immediate preceding quarter of RM0.69 million. This increase in profit is mainly due to lower operating expenses in their current quarter under review.

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 forthcoming year.

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.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016**B. ADDITIONAL INFORMATION PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B5. Profit for the period

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

| | Individual Quarter | | Cumulative Quarter | |
|---|--------------------|--------------------------------------|----------------------|-------------------------------------|
| | Current Quarter | Preceding Year Corresponding Quarter | Current Year To Date | Preceding Year Corresponding Period |
| | 31-Mar-16 | 31-Mar-15 | 31-Mar-16 | 31-Mar-15 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Interest income | (184) | (118) | (184) | (118) |
| Gain on disposal of property, plant and equipment | - | (73) | - | (73) |
| Interest expense | 1,288 | 1,415 | 1,288 | 1,415 |
| Depreciation and amortization | 613 | 699 | 613 | 699 |
| Foreign exchange (gain)/ loss-realised | (2,050) | 3,528 | (2,050) | 3,528 |
| Foreign exchange loss/ (gain)-unrealised | 2,143 | (2,467) | 2,143 | (2,467) |
| (Loss)/ Gain on derivatives-unrealised | (149) | 91 | (149) | 91 |

B6. Taxation

| | Current Year Quarter |
|----------------------|----------------------|
| | 31-Mar-16 |
| | RM'000 |
| Current tax expense | 1,552 |
| Deferred tax expense | 167 |
| | <u>1,719</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 31 MARCH 2016**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 31 March 2016 are as follows:-

| Secured | RM'000 |
|--------------------------|----------------|
| Long term borrowings:- | |
| Term loans | 1,605 |
| Hire purchase creditors | 1,266 |
| | <u>2,871</u> |
| Short term borrowings:- | |
| Term loans | 606 |
| Bank overdrafts | 5,669 |
| Bankers acceptances | 30,495 |
| Trade loans | 30,430 |
| Hire purchase creditors | 788 |
| | <u>67,988</u> |
| Unsecured | |
| Short term borrowings:- | |
| Term loans | 15,099 |
| Bankers acceptances | 36,270 |
| Bank overdrafts | 10 |
| | <u>51,379</u> |
| Total Borrowings: | <u>122,238</u> |

Included in the above borrowings are term loans and trade loans of RM47.9 million in USD.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016**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 | 2,100 | 4.0952 | 8,600 | 156 |

The derivatives have been recorded on the Consolidated Statement of Financial Position for this current quarter under review 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.

B10. Material Litigation

On 15 April 2016, the company announced that the litigation in the High Court of Malaya at Kuala Lumpur (Commercial Division) has been struck out with no liberty to file afresh and with no order as to cost; and The Anton Pillar Order has been discharged with no order as to costs.

B11. Proposed Dividend

The proposed dividend of 1.50 sen per share in respect of the financial year ended 31 December 2015 has been approved at the Annual General Meeting of the Company on 29 April 2016 and paid on 18 May 2016.

For the financial year ended 31 December 2016, the Board of Directors has declared an interim single-tier dividend of 1.50 sen per share. The dividend will be paid on 20 July 2016 to shareholders whose names appear in the Company's Record of Depositors on 30 June 2016.

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NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE QUARTER ENDED 31 MARCH 2016**B. ADDITIONAL INFORMATION PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B12. Breakdown of Realised and Unrealised Profits and Losses

The retained profits can be analysed as follows:-

| | As At 31-Mar-16 RM'000 | As At 31-Mar-15 RM'000 |
|---------------------------|------------------------------|------------------------------|
| Realised profits | 85,947 | 83,610 |
| Unrealised Gains/(losses) | (2,234) | 2,241 |
| | <u>83,713</u> | <u>85,851</u> |

B13. Earnings per share

| | Current Quarter 31-Mar-16 RM'000 | Preceding Year Corresponding Quarter 31-Mar-15 RM'000 | Current Year To Date 31-Mar-16 RM'000 | Preceding Year Corresponding Period 31-Mar-15 RM'000 |
|---|---|---|---|--|
| Profit attributable to ordinary equity holders of the parent (RM'000) | 3,643 | 3,545 | 3,643 | 3,545 |
| Weighted average number of ordinary shares in issue ('000) | 136,000 | 136,000 | 136,000 | 136,000 |
| Earnings per share-basic (sen) | <u>2.68</u> | <u>2.61</u> | <u>2.68</u> | <u>2.61</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: 30 May 2016