



SAUDEE
Group Berhad

(Company No.: 838172-P)

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE THIRD QUARTER ENDED 29 FEBRUARY 2016

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 29.02.2016 RM'000	Preceding Year Corresponding Quarter 28.02.2015 RM'000	Current Year-To-Date 29.02.2016 RM'000	Preceding Year Corresponding Period 28.02.2015 RM'000
Revenue	31,842	45,543	108,692	126,385
Cost of sales	(27,370)	(38,386)	(96,381)	(110,458)
Gross profit	4,472	7,157	12,311	15,927
Other operating income	136	58	1,181	383
Operating expenses	(4,865)	(5,329)	(14,771)	(13,661)
Finance costs	(885)	(879)	(2,637)	(2,475)
(Loss)/Profit before tax	(1,142)	1,007	(3,916)	174
Tax income/(expense)	133	(92)	649	(124)
Net (loss)/Profit for the financial period	(1,009)	915	(3,267)	50
Other comprehensive income for the financial period	-	-	-	-
Total comprehensive income for the financial period	(2,651)	915	(2,258)	50
(Loss)/Profit per share (Note B10)				
Basic (Sen)	(1.12)	1.02	(3.63)	0.06
Diluted (Sen)	(1.12)	1.02	(3.63)	0.06



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Notes to Statement of Profit and Loss and Other Comprehensive Income

	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 29.02.2016 RM'000	Preceding Year Corresponding Quarter 28.02.2015 RM'000	Current Year-To-Date 29.02.2016 RM'000	Preceding Year Corresponding Period 28.02.2015 RM'000
Allowance for slow moving inventories	-	-	(1,100)	-
Depreciation and amortisation	(1,054)	(1,202)	(3,152)	(3,218)
Forex Gain - unrealised	-	-	18	-
Forex Gain/(Loss) - realised	(23)	(7)	32	(49)
Impairment loss on loans and receivables	(11)	-	(607)	-
Impairment loss on property, plant and equipment	-	(250)	-	(250)
Interest expense	(885)	(879)	(2,637)	(2,465)
Interest income	67	51	209	149
Inventories written off	(227)	-	(227)	-
Loss on disposal of property, plant and equipment	-	-	(2)	-
Reversal of impairment loss on loans and receivables	33	-	762	-

Notes:

The Condensed Consolidated Statement of Profit and Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 May 2015 and the accompanying explanatory notes attached to the interim financial statements.

Save as disclosed above, the other items as required under Appendix 9B, Part A (16) of the Bursa Securities Main Market Listing Requirements are not applicable.



SAUDEE
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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT
29 FEBRUARY 2016**

	Note	UNAUDITED As at 29.02.2016 RM'000	AUDITED As at 31.05.2015 RM'000
Non-Current Assets			
Property, plant and equipment		38,738	40,697
Investment property		3,870	3,870
		42,608	44,567
Current Assets			
Property development costs		9,015	9,015
Inventories		28,508	29,639
Receivables, deposits and prepayments		27,607	25,404
Current tax assets		531	352
Cash and cash equivalents		10,960	10,519
		76,621	74,929
TOTAL ASSETS		119,229	119,496
EQUITY AND LIABILITIES			
Equity			
Share capital		45,000	45,000
Reserves		1,315	4,582
TOTAL EQUITY		46,315	49,582
Non-Current Liabilities			
Long-term bank borrowings	B7	14,267	13,247
Deferred taxation		2,252	2,986
		16,519	16,233
Current Liabilities			
Trade and other payables and accruals		15,298	15,555
Short-term bank borrowings	B7	41,097	38,126
		56,395	53,681
TOTAL LIABILITIES		72,914	69,914
TOTAL EQUITY AND LIABILITIES		119,229	119,496
Net assets per ordinary share attributable to ordinary equity holder of the Company (RM)		0.51	0.55

Notes:

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 May 2015 and the accompanying explanatory notes attached to the interim financial statements.



SAUDEE
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(Company No.: 838172-P)

(Formerly known as Sinaria Corporation Berhad)

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE THIRD QUARTER ENDED
29 FEBRUARY 2016**

	<-----Non Distributable Reserves----->			Distributable Retained Profits RM'000	Total RM'000	
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserve RM'000			Merger Deficit RM'000
Balance as at 01.06.2015	45,000	-	3,867	(29,296)	30,011	49,582
Other comprehensive income for the financial period	-	-	-	-	-	-
Loss for the financial period	-	-	-	-	(3,267)	(3,267)
Total comprehensive income for the financial period	-	-	-	-	(3,267)	(3,267)
Balance as at 29.02.2016	45,000	-	3,867	(29,296)	26,744	46,315
Balance as at 01.06.2014	45,000	-	1,731	(29,296)	32,046	49,481
Other comprehensive income for the financial period	-	-	-	-	-	-
Profit for the financial period	-	-	-	-	50	50
Total comprehensive income for the financial period	-	-	-	-	50	50
Balance as at 28.02.2015	45,000	-	1,731	(29,296)	32,096	49,531

Notes:

The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 May 2015 and the accompanying explanatory notes attached to the interim financial statements.



SAUDEE
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(Company No.: 838172-P)

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UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE THIRD QUARTER ENDED 29 FEBRUARY 2016

	Current Year-To-Date 29.02.2016 RM'000	Preceding Year Corresponding 28.02.2015 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit before tax	(3,916)	174
Adjustments:		
Allowance for slow moving inventories	1,100	-
Amortisation and depreciation	3,152	3,218
Impairment loss on loans and receivables	607	-
Impairment loss on property, plant and equipment	-	250
Interest expense	2,637	2,465
Interest income	(209)	(149)
Inventories written off	227	-
Loss from disposal of plant, property and equipment	2	-
Reversal of impairment loss on loans and receivables	(763)	-
Unrealised gain on foreign exchange	(18)	-
Operating profit before working capital changes	2,819	5,958
Property development costs	-	1,023
Increase in inventories	(196)	(1,232)
Increase in receivables	(2,047)	(5,461)
(Decrease)/Increase in payables	(239)	756
Cash generated from operations	337	1,044
Tax paid	(264)	(267)
Net cash from operating activities	73	777
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	209	149
Proceeds from disposal of plant, property and equipment	1	1
Purchase of plant, property and equipment	(1,196)	(1,578)
Net cash used in investing activities	(986)	(1,428)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of term loan	3,000	-
Net increase in short-term borrowings	2,932	4,256
Interest paid	(2,637)	(2,465)
Repayment of term loan	(907)	(584)
Repayment of hire purchase obligations	(576)	(416)
Placement of term deposits pledged as security	(200)	(1,335)
Net cash from/(used in) financing activities	1,612	(544)
NET DECREASE IN CASH AND CASH EQUIVALENTS	699	(1,195)
CASH AND CASH EQUIVALENTS BROUGHT FORWARD	(1,836)	864
CASH AND CASH EQUIVALENTS CARRIED FORWARD	(1,137)	(331)



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UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE THIRD QUARTER ENDED 29 FEBRUARY 2016

	Current Year-To-Date Ended 29.02.2016 RM'000	Preceding Year Corresponding Period Ended 28.02.2015 RM'000
Fixed and short-term deposits with licensed banks	8,022	7,778
Cash and bank balances	2,938	4,021
Bank overdrafts	(4,075)	(4,352)
	6,885	7,447
Less: Fixed and short-term deposits with licensed banks pledged as security for credit facilities granted to the Group	(8,022)	(7,778)
	(1,137)	(331)

Notes:

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 May 2015 and the accompanying explanatory notes attached to the interim financial statements.



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UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 29 FEBRUARY 2016

PART A – SELECTED EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134: INTERIM FINANCIAL REPORTING

1 Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with Financial Reporting Standard (“FRS”) 134 - Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. These financial statements also comply with IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board (IASB).

The condensed consolidated interim financial statements should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31 May 2015 and the accompanying explanatory notes attached. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group.

2. Changes in accounting policies

The quarterly consolidated interim financial statements have been prepared by applying accounting policies consistent with that used in the most recent audited financial statements for the year ended 31 May 2015 except for the adoption of the new/ revised/ amendments to FRS which are applicable to the Group with effective date for annual periods beginning on or after 1 July 2014.

Management foresees that the initial application of the new/ revised/ amendments FRSs will not have any significant impacts on the financial statements.

Malaysian Financial Reporting Standards (“MFRS”) Framework

In November 2011, the MASB issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (“MFRS”) Framework. The issuance was made in conjunction with the MASB’s plan to converge with International Financial Reporting Standards (“IFRS”) in 2012. The MFRS Framework is a fully IFRS-compliant framework and equivalent to IFRSs.

The MFRS Framework is to be applied by all entities other than private entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 *Agriculture* and/or IC Interpretation 15 *Agreements for the Construction of Real Estate*, including their parents, significant investors and joint venturers (“Transitioning Entities”). As announced by the MASB on 2 September 2014, Transitioning Entities are allowed to defer the adoption of the MFRS Framework to annual periods beginning on or after 1 January 2017.

Being a Transitioning Entity as defined above, the Group and the Company have elected to continue preparing their financial statements in accordance with the FRS Framework and will first present the financial statements in accordance with the MFRS Framework for the financial year ending 31 May 2018. Management is currently examining the financial impacts of transition to the MFRS Framework.



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3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the preceding audited financial statements of the Company and its subsidiaries for the financial year ended 31 May 2015 were not subject to any qualification.

4. Seasonal or Cyclical Factors

The Group's performance is not significantly affected by seasonal or cyclical factors.

5. Unusual Items

There was no item, which is unusual because of their nature, size or incidence that has affected the assets, liabilities, equity, net income or cash flows of the Group for the current quarter.

6. Material Changes in Estimates

There were no changes in estimates of amounts that have had a material effect in the current quarter.

7. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter.

8. Dividend Paid

There was no dividend paid in the current quarter.

9. Segment Reporting

	Current Year-To-Date 29.02.2016 RM'000	Preceding Year Corresponding Period 28.02.2015 RM'000
Segment revenue		
Manufacture and sale of food products		
Manufacturing	44,568	45,604
Trading	64,124	80,781
	<hr/>	<hr/>
	108,692	126,385
Property development	-	-
Total Revenue for the financial period	<hr/> 108,692	<hr/> 126,385



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9. Segment Reporting (cont'd)

For the financial period ended 29 Feb 2016	Manufacture and sale of food products RM'000	Property development RM'000	Total RM'000
Segment assets	110,129	9,100	119,229
Additions to non-current assets	1,196	-	1,196
Segment liabilities	68,929	3,985	72,914
Segment loss	(2,967)	(300)	(3,267)
Included in the measure of segment loss are:-			
Allowance for slow moving inventories	1,100	-	1,100
Depreciation	3,152	-	3,152
Impairment loss on loans and receivables	607	-	607
Interest expense	2,399	238	2,637
Interest income	209	-	209
Inventories written off	227	-	227
Loss on disposal of property, plant and equipment	2	-	2
Reversal of impairment loss on loans and receivables	763	-	763
Tax income	649	-	649

For the financial period ended 28 Feb 2015	Manufacture and sale of food products RM'000	Property development RM'000	Total RM'000
Segment assets	110,264	9,508	119,772
Additions to non-current assets	2,095	-	2,095
Segment liabilities	65,587	4,654	70,241
Segment Profit/(loss)	333	(283)	50
Included in the measure of segment loss are:-			
Depreciation	3,218	-	3,218
Interest expense	2,195	270	2,465
Interest income	149	-	149
Tax expense	124	-	124

Segmental reporting by geographical location is not applicable as the Group's operations are substantially carried out in Malaysia.

10. Events subsequent to the Balance Sheet date

There were no events subsequent to the end of the financial period ended 29 February 2016 that have not been reflected in the interim financial statements as at the date of this report.

11. Changes in the Composition of the Group

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



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12. Contingent liabilities or contingent assets

A subsidiary, Perusahaan Saudee Sdn. Bhd. (“PSSB”) received two Letters of Claims from the Royal Malaysian Customs Department (“Customs Department”) under Section 30(1) of Sales Tax Act 1972 for non-payment of sales tax and late penalties as follows:-

- (i) Letter of Claim dated 19 January 2015 for sales tax amounting to RM1,333,914.62 covering period 1 November 2011 to 31 October 2014 relating to sales of beef burgers and rabbit burgers and penalty amounting to RM323,676.19 up to 31 January 2015 (“Claim 1”); and
- (ii) Letter of Claim dated 25 February 2015 for sales tax amounting RM6,154,017.63 covering period 1 January 2012 to 31 October 2014 relating to sales of frozen chicken burgers, sausages, nuggets, balls and fried chicken said to be packed in air-tight containers and penalty amounting to RM1,499,023.53 up to 24 February 2015 (“Claim 2”).

PSSB has engaged consultant and legal adviser (“Professional Team”) to appeal for the claims. In relation to Claim 1, the Professional Team is in the process of discussing with the Director General of Customs and is making an appeal to the Ministry of Finance as to why the claim is premature and to seek cancellation of the said claim for the sales tax and penalty involved. The Professional Team is of the view that there are valid reasons to substantiate the PSSB’s appeal to the Director General of Customs and the Ministry of Finance for withdrawing the Customs’ claim for the sales tax and penalty. In relation to Claim 2, the Professional Team has now considered to make an appeal for the remission of the sales tax and penalties involved directly to the Ministry of Finance. Accordingly the appeal to the Customs Appeal Tribunal for this matter was withdrawn on the 22 December 2015 as there cannot be duplicity of action. The Professional Team is in the midst of preparing the supporting documents for the said appeal to the Minister of Finance for the remission of the sales tax and penalty involved under section 33 of the Sales Tax Act 1972. The Customs Department are alleging the packaging of the finished products of PSSB are air-tight and therefore subject to sales tax. The Professional Team is of the view that Claim 2 by the Customs Department is misconceived and there are meritorious grounds for it to be set aside. There are sufficient evidence and case laws supporting that the packaging used by PSSB on the alleged taxable goods are not air-tight and therefore should not be subject to payment of sales tax.

Based on the positive views of the Professional Team, the directors are of the opinion that it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation. Accordingly, no provision has been recognised in the financial statements in respect of the claims.

The Group does not have any material contingent assets since the last audited financial statements for the financial year ended 31 May 2015.

13. Capital Commitments

	As at 29.02.2016 Approved and Contracted for RM’000	As at 31.05.2015 Approved and Contracted for RM’000
Property, plant & equipment	<u>6,480</u>	<u>4,749</u>



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UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 29 FEBRUARY 2016

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

1. Review of Performance

The revenue for the Group for the current quarter ended 29 February 2016 (Q3, 2016) decreased by RM 13.7 million to RM 31.8 million compared to its corresponding quarter ended 28 February 2015 (Q3, 2015) of RM 45.5 million. This represented a 30% reduction in turnover which is predominantly in the trading business amounting to RM 12.9 million or 94% of the reduction in revenue. This comes about as a part of management's decision to set a lower trading volume in selected trading businesses that were adversely affected by the rising strength of the USD and which provides very thin profit margins that can be easily wiped out by adverse currency exchange rate fluctuations. In response, the management is introducing new trading products that provide better margins and is carefully monitoring the current Ringgit and US dollar exchange rates, market demand and supply conditions on existing trading products so as to provide a more favourable trading condition and margins to the Group for its existing products.

Gross profit for Q3, 2016 was reduced by RM 2.7 million or 38% to RM 4.5 million compared to Q3, 2015. The gross profit margin achieved in Q3, 2016 was 14.0 % as compared to 15.7 % in Q3, 2015. In Q2, 2016 and Q3, 2016, the weakening of the Ringgit against the USD, caused the cost of purchasing USD currency to pay for imports to increase by an average of 11% compared to Q1, 2016. This translates to an approximate increase of 4 % in the total cost of production of the group's Further Processed Products (FPP). The Group's strategy to introduce new products that carries a better margin helped to reduce the impact of the cost increases resulting from the weakening of the Ringgits against the US Dollar.

On year to date basis, cumulative revenue for the financial period ended 29 February 2016 decreased by RM 17.7 million or 14 % to RM 108.7 million compared to its corresponding cumulative period ended 28 February 2015. The reduction in cumulative revenue attributable to trading sales is RM 16.7 million (94 % of total reduction in revenue) whilst cumulative FPP sales fell by RM 1.0 million.

Cumulative gross profit for the financial period ended 29 February 2016 at RM 12.3 million was lower by RM 3.6 million compared to its corresponding period. This resulted in a cumulative loss before tax for the period ended 29 February 2016 of RM 3.9 million compared to a profit before tax of RM 0.2 million in the corresponding period. The write off of slow moving stocks in Q2, 2016 contributed to RM 1.1 million of this loss.

2. Variation of Results against Preceding Quarter

	Current Quarter ended 29.02.2016 RM'000	Preceding Quarter ended 30.11.2015 RM'000	Variance RM'000
Revenue - FPP	14,600	14,585	15
Revenue - Trading	17,242	18,982	(1,740)
Total Revenue	31,842	33,567	(1,725)
Loss Before Tax	(1,142)	(3,326)	2,184

The revenue for the current quarter ended 29 February 2016 was RM 1.7 million lower than its preceding quarter and trading business accounted for all the fall in revenue. The loss before tax is reduced by RM 2.2 million whilst the write off in slow moving stocks in the preceding quarter caused RM 1.1 million in the quantum of improvement.



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3. Current Year Prospects

In Q2, 2016 and Q3, 2016, the USD rose about 11% against the Ringgit and this has a material impact on increasing the cost of goods produced by an average of 4%. The Ringgit started to strengthen against the USD in a significant manner from March 2016 and this trend is continuing to have a favourable impact on the Group's cost of goods produced, albeit with a time lag of a couple of months due to purchase order process, delivery, stocking of raw materials and finished goods. The stronger Ringgit will ultimately feed into the better bottom line results of the Group.

The Group has been developing new products and implementing re-pricing strategies to help to improve on its gross margins and improve on its profitability. To support its strategies, the Group recently concluded its corporate exercise to raise RM 10.5 million via Rights Issue to provide additional working capital and to reduce bank borrowings by RM 5.0 million. The Group has also contracted to dispose of a non-productive asset comprising of a piece of industrial land in Sungai Buloh for RM 8.8 million, and this will result in a cancellation of an associated bank loan outstanding for the initial land purchase of RM 3.9 million. The reduction in borrowings resulting from two exercises will have an impact of reducing interest charges of approximately RM 0.7 million per annum.

The current year should witness the Group's new and current products going to markets both locally and abroad. The Group has secured a foothold in Japan for exports of its products and other countries are being strongly targeted. The Group targets the export sector to contribute significantly to the results of the group within the next 12 months.

The group is also in negotiation with a Japanese organisation on a joint venture to produce a new halal food product to cater to the local and exports market. The product, manufactured under a patented technology, has a significant untapped market both locally and overseas and is also expected to make a significant contribution to the group's result when implemented within the coming 12 months.

4. Variance between Actual Profit and Forecast Profit

Not applicable.

5. Taxation

	Individual Quarter		Cumulative Quarters	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-To-Date	Preceding Year Corresponding Period
	29.02.2016	28.02.2015	29.02.2016	28.02.2015
	RM'000	RM'000	RM'000	RM'000
Current year				
Income tax	18	(92)	(39)	(124)
Deferred tax	179	-	635	-
	197	(92)	596	(124)
Prior year				
Income tax	(46)	-	(46)	-
Deferred tax	(18)	-	99	-
	(64)	-	53	-
	133	(92)	649	(124)

The tax income for the quarter and year to date under review was due to reversal of deferred tax.



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6. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the latest practicable date of this interim financial report.

On 7 April 2016, Saudee Group Berhad completed the Two-Call Rights Issue with the listing of and quotation for 30,000,000 Rights Shares and 44,999,982 Warrants on the Main Market of Bursa Malaysia Securities Berhad. The status of the utilisation of the proceeds from Rights Issue as at 26 April 2016 (being the latest practicable date) was as follows:-

Details of Utilisation	Intended Timeframe for the Utilisation of Proceeds from the Completion of Right Issue	Proposed Utilisation RM'000	Actual Utilisation RM'000	Balance RM'000
Repayment of bank borrowing	Within 12 months	5,000	876	4,124
Working capital	Within 12 months	4,800	700	4,100
Estimated expenses for Rights Issue	Upon completion	700	610	90
Total		10,500	2,186	8,314

7. Group Borrowings and Debt Securities

The Group's borrowings as at 29 February 2016 are as follows:-

	Secured RM'000	Unsecured RM'000	Total RM'000
Short term borrowings:-			
Bank overdrafts	4,075	-	4,075
Bankers' acceptances	34,926	-	34,926
Hire purchase payables	748	-	748
Term loan	818	530	1,348
	40,567	530	41,097
Long term borrowings:-			
Hire purchase payables	1,245	-	1,245
Term loan	10,849	2,173	13,022
	12,094	2,173	14,267
Total	52,661	2,703	55,364



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8. Material Litigation

There were no material litigations for the current financial period to date.

9. Material Event

On 15 February 2016, the Board of Directors of SAUDEE has announced that Sunwish Venture Sdn. Bhd. (“SVSB”), a wholly-owned property development subsidiary of SAUDEE, has on February 15, 2016 entered in to a Sales and Purchase Agreement (“SPA”) with Kinheng Furniture Sdn. Bhd. (“the Purchaser”) to dispose its development property for RM 8.8 million. The SPA is conditional upon the SVSB obtaining the relevant state authority’s consent for the sale and transfer of the Land in favour of the Purchaser. The state authority’s consent has not been received within the period of this Q3, 2016 report.

10. Proposed Dividend

There was no dividend proposed or declared for the current quarter under review.

11. (Loss)/Profit Per Share

Basic

The basic (loss)/profit per share has been calculated by dividing the Company’s (loss)/profit for the current financial quarter and current financial year to-date by the number of ordinary shares in issue during the current financial quarter and current financial year under review.

	Individual Quarter		Cumulative Quarters	
	Current Quarter	Preceding Year Corresponding Quarter	Current Year	Preceding Year Corresponding Period
	29.02.2016	28.02.2015	29.02.2016	28.02.2015
(Loss)/Profit attributable to ordinary Equity holders of the Company (RM’000)	(1,009)	915	(3,267)	50
Weighted average number of ordinary shares in issue (*000)	90,000	90,000	90,000	90,000
Basic (loss)/profit per Share (cent)	<u>(1.12)</u>	<u>1.02</u>	<u>(3.63)</u>	<u>0.06</u>

Diluted

The Company does not have any convertible share or convertible financial instruments for the current financial quarter under review.



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12. Disclosure of realised and unrealised profits

The breakdown of retained profits of the Group as at the reporting date, into realised and unrealised profits or losses, pursuant to the directive, is as follows:

	As at 29.02.2016 RM'000	As at 31.05.2015 RM'000
Total retained profits of the Company and its subsidiaries:-		
Realised	48,389	52,569
Unrealised	(346)	(1,139)
	<hr/> 48,043	<hr/> 51,430
Consolidation adjustments and eliminations	(21,299)	(21,419)
Total group retained profits as per consolidated financial statements	<hr/> 26,744	<hr/> 30,011

The determination of realised and unrealised profits or losses is based on the Guidance of Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010. The disclosure of realised and unrealised profits or losses is made solely for complying with the disclosure requirements as stipulated in the directive of Bursa Malaysia Securities Bhd and is not made for any other purposes.

13. Authorisation for issue

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Board.