

SHIN YANG SHIPPING CORPORATION BERHAD – 666062-A
(Incorporated in Malaysia)

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	Individual Quarter		Cumulative Quarter	
		Current year quarter 30.06.2015 RM'000	Preceding year corresponding quarter 30.06.2014 RM'000	Current year to date 30.06.2015 RM'000	Preceding year corresponding period 30.06.2014 RM'000
Revenue		160,199	280,685	911,370	1,128,918
Cost of sales		(155,140)	(262,289)	(818,340)	(1,044,207)
Gross profit		5,059	18,396	93,030	84,711
Other income		12,554	5,954	31,001	15,857
Administrative expenses		(9,485)	(9,089)	(52,642)	(45,002)
Operating profits		8,128	15,261	71,389	55,566
Other operating expense		(278)	-	(10,429)	(3,949)
Finance Costs		(9,171)	(10,201)	(40,328)	(42,414)
Share of (loss)/profit of associates		(3,437)	(352)	(6,021)	1,596
(Loss)/Profit before tax		(4,758)	4,708	14,611	10,799
Tax expense	A11	(181)	(2,174)	(9,454)	(4,151)
(Loss)/Profit net of tax		(4,939)	2,534	5,157	6,648
Other comprehensive income:					
Foreign exchange translation	A16	2,312	(986)	8,079	966
Total comprehensive income for the period		2,627	1,548	13,236	7,614
Profit attributable to:					
Equity holders of the parent		(8,137)	1,058	5,035	7,825
Non controlling interests		3,198	1,476	122	(1,177)
		(4,939)	2,534	5,157	6,648
Total comprehensive income attributable to:					
Equity holders of the parent		(965)	5,546	12,123	6,065
Non controlling interests		3,592	(3,998)	1,113	1,549
		2,627	1,548	13,236	7,614
Earnings per share attributable to the equity holders of the parent:					
Basic (sen)	B12	(0.68)	0.09	0.42	0.65
Diluted (sen)	B12	(0.68)	0.09	0.42	0.65

Notes:

(a) *The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2014 and the accompanying explanatory notes attached to this report.*

SHIN YANG SHIPPING CORPORATION BERHAD – 666062-A
(Incorporated in Malaysia)

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	Unaudited AS AT 30.06.2015 RM'000	Audited AS AT 30.06.2014 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		1,501,651	1,584,083
Investment in associates		4,196	6,906
Other investments		44	44
Intangible asset		2,255	2,070
		1,508,146	1,593,103
Current assets			
Inventories		93,284	131,005
Trade and other receivables		529,417	463,433
Other current assets		10,793	83,491
Tax recoverable		598	555
Cash and cash equivalents		56,225	55,616
		690,317	734,100
TOTAL ASSETS		2,198,463	2,327,203
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		1,200,000	1,200,000
Share premium		16,972	16,972
Retained Earnings		233,599	199,805
Other reserve		(323,398)	(299,815)
		1,127,173	1,116,962
Non Controlling interests		18,415	16,012
Total equity		1,145,588	1,132,974
Non-current liabilities			
Borrowings	B9	247,186	311,266
Deferred tax liabilities		71,027	66,137
		318,213	377,403
Current liabilities			
Borrowings	B9	408,650	529,777
Trade and other payables		304,527	271,740
Other current liabilities		18,330	14,630
Tax payable		3,155	679
		734,662	816,826
Total liabilities		1,052,875	1,194,229
TOTAL EQUITY AND LIABILITIES		2,198,463	2,327,203
Net assets per shares (RM)		0.94	0.93

Notes:

(a) *The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2014 and the accompanying explanatory notes attached to this report.*

SHIN YANG SHIPPING CORPORATION BERHAD – 666062-A
(Incorporated in Malaysia)

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the Parent						
	Non distributable			Distributable			
	Equity, total RM'000	Equity attributable to owners of the parents, total RM'000	Share capital RM'000	Share premium RM'000	Other reserve RM'000	Retained earnings RM'000	Non- controlling interests RM'000
At 1 July 2013	1,124,944	1,108,692	1,200,000	16,972	(300,777)	192,497	16,252
Total comprehensive Income	7,229	8,270	-	-	962	7,308	(1,041)
Transactions with Owners:							
Acquisition of a Subsidiary	6	-	-	-	-	-	6
Acquisition of additional Shares in a subsidiary	855	-	-	-	-	-	855
Dividend paid to non-controlling interests	(60)	-	-	-	-	-	(60)
At 30 June 2014	<u>1,132,974</u>	<u>1,116,962</u>	<u>1,200,000</u>	<u>16,972</u>	<u>(299,815)</u>	<u>199,805</u>	<u>16,012</u>
						(Note B14)	
At 1 July 2014	1,132,974	1,116,962	1,200,000	16,972	(299,815)	199,805	16,012
Total comprehensive Income	11,324	10,211	-	-	5,176	5,035	1,113
Transactions with Owners:							
Acquisition of additional Shares in a subsidiary	1,350	-	-	-	-	-	1,350
Dividend paid to non-controlling interests	(60)	-	-	-	-	-	(60)
Transfer from Revaluation Reserve	-	-	-	-	(28,759)	28,759	-
At 30 June 2015	<u>1,145,588</u>	<u>1,127,173</u>	<u>1,200,000</u>	<u>16,972</u>	<u>(323,398)</u>	<u>233,599</u>	<u>18,415</u>
						(Note B14)	

Notes:

- (a) *The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2014 and the accompanying explanatory notes attached to this report.*

SHIN YANG SHIPPING CORPORATION BERHAD – 666062-A
(Incorporated in Malaysia)

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015
CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	Current year to date 30.06.2015 RM'000	Preceding year 30.06.2014 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	14,611	10,799
Adjustment for:		
Depreciation	106,622	109,684
Dividend income	(5)	(3)
Loss on disposal of fixed assets	10,384	3,822
(Gain)/Loss on foreign exchange	(7,609)	(997)
Interest expenses	40,328	42,414
Interest income	(1,698)	(1,645)
Fixed asset written off	1	-
Loss/(Profit) retained in associates	6,021	(2,179)
	168,655	161,895
Operating profit before changes in working capital		
<u>Working Capital Changes</u>		
Decrease in inventories	32,881	35,632
(Increase) /Decrease in receivables	(64,661)	28,643
Decrease in other current assets	76,228	38,779
Increase/(Decrease) in payables	42,640	(33,162)
Increase/(Decrease) in other current liabilities	1,773	(64,280)
Net changes in amounts due from/to related companies	(15,359)	19,230
Total changes in working capital	73,502	24,842
Cash generated from operations	242,157	186,737
Interest received	1,698	1,645
Interest paid	(40,328)	(42,414)
Income tax refunded	166	6,868
Income tax paid	(2,545)	(1,813)
Total interest and tax paid	(41,009)	(35,714)
Net cash generated from operating activities	201,148	151,023
CASH FLOW FROM INVESTING ACTIVITIES		
Dividend received	5	3
Capital expenditure	(81,635)	(75,946)
Proceeds from disposal of property, plant and equipment	73,417	4,930
Proceeds from disposal of share investment	-	(1,334)
Proceeds from disposal of share in a associate company	(1,357)	(79)
Net cash used in investing activities	(9,570)	(72,426)
NET CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid	(60)	(60)
Net movement in trade financing	(10,848)	(27,360)
Proceeds from hire purchase	10,687	21,460
Repayment of hire purchase	(28,792)	(33,385)
Proceeds from term loans	21,840	37,268
Repayment of term loans	(124,076)	(88,996)
Repayment of Revolving credit	(60,800)	-
Net cash flow used in financing activities	(192,049)	(91,093)
Net decrease in cash and cash equivalents	(471)	(12,496)
Cash and cash equivalents at beginning of period	24,283	31,082
Effects of exchange rate changes	246	(34)
Cash and cash equivalents at end of period	24,058	18,552
Cash and cash equivalents comprise the following:		
Cash and bank balances	17,557	9,783
Deposit with licensed banks	38,668	44,502
Bank overdrafts	(32,167)	(35,733)
Cash and bank balances	24,058	18,552

Notes:

(a) *The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2014 and the accompanying explanatory notes attached to this report.*

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015

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

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of the Malaysian Financial Reporting Standards (“MFRS”) MFRS 134: “Interim Financial Reporting” and Chapter 9 Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements should be read in conjunction with the annual audited financial statements of Shin Yang Shipping Corporation Berhad (“SYSCorp” or “the Company”) and its subsidiaries (“the Group”) for the financial year ended 30 June 2014.

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2014.

A2. Auditor’s report on preceding annual financial statements

There was no qualification to the audited financial statements of the Company and of its subsidiaries on the preceding annual financial statements.

A3. Seasonal or cyclical factors

The Group’s operations were not significantly affected by seasonal or cyclical factors.

A4. Unusual items

There were no significant unusual items affecting assets, liabilities, equity, net income, or cash flows during the current interim quarter under review

A5. Material changes in estimates

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

A6. Debt and equity securities

There is no issuance, cancellation, repurchase, resale or repayment of debt and/or equity securities, share buybacks, share cancellations, share held as treasury shares and resale of treasury shares for the current interim quarter under review.

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(Incorporated in Malaysia)

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015

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

A7. Dividends

There were no dividend was paid during the current interim quarter under review.

A8. Segmental reporting

Segmental information in respect of the Group’s business segments comprising shipping, shipbuilding, ship repair & metal fabrication, shipping agency and investment holding are presented as follows:

	Shipping RM’000	Shipbuilding, Ship repair and Metal Fabrication RM’000	Shipping agency RM’000	Investment holding RM’000	Elimination RM’000	Total RM’000
For 12 months ended 30 June 2015						
Segment Revenue						
External revenue	616,317	290,139	4,449	465	-	911,370
Inter-segment revenue	6,821	94,057	1,971	2,004	(104,853)	-
Total	623,138	384,196	6,420	2,469	(104,853)	911,370
Profit/ (loss) from operations	46,822	24,071	938	(442)	-	71,389
Other operating expense						(10,429)
Finance costs						(40,328)
Share of loss of associates						(6,021)
Profit before tax						14,611
Tax expense						(9,454)
Profit for the period						5,157
For 12 months ended 30 June 2014						
Segment Revenue						
External revenue	637,273	487,046	4,336	263	-	1,128,918
Inter-segment revenue	13,469	104,806	2,344	1,992	(122,611)	-
Total	650,742	591,852	6,680	2,255	(122,611)	1,128,918
Profit / (loss) from operations	22,557	32,835	651	(477)	-	55,566
Other operating expense						(3,949)
Finance costs						(42,414)
Share of profit of associates						1,596
Profit before tax						10,799
Tax expense						(4,151)
Profit for the period						6,648

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(Incorporated in Malaysia)

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015

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

A8. Segmental reporting (Cont’)

	Shipping RM'000	Shipbuilding, Ship repair and Metal Fabrication RM'000	Shipping agency RM'000	Investment holding RM'000	Elimination RM'000	Total RM'000
For 3 months ended 30 June 2015						
Segment Revenue						
External revenue	139,042	19,824	1,194	139	-	160,199
Inter-segment revenue	738	14,337	455	479	(16,009)	-
Total	139,780	34,161	1,649	618	(16,009)	160,199
Profit/ (loss) from operations	17,256	(10,386)	315	943	-	8,128
Other operating expense						(278)
Finance costs						(9,171)
Share of loss of associates						(3,437)
Loss before tax						(4,758)
Tax expense						(181)
Loss for the period						(4,939)

For 3 months ended 30 June 2014						
Segment Revenue						
External revenue	169,261	110,228	1,113	83	-	280,685
Inter-segment revenue	7,626	69,892	584	498	(78,600)	-
Total	176,887	180,120	1,697	581	(78,600)	280,685
Profit/(Loss) from operations	13,626	384	72	1,179	-	15,261
Finance costs						(10,201)
Share of loss of associates						(352)
Profit before tax						4,708
Tax expense						(2,174)
Profit for the period						2,534

Group

	4Q 2015 (RM'000)	4Q 2014 (RM'000)	Changes (%)
Revenue	160,199	280,685	-42.9%
(Loss)/Profit before tax	(4,758)	4,708	-201.1%

Revenue of the Group for the fourth quarter ended 30 June 2015 decreased by 42.9% to RM160.9million as compared to RM280.7million in the previous corresponding quarter.

The decrease was mainly due to the lower revenue generated from the shipbuilding operations in the current quarter.

The decrease in margin were due to decrease in margin in shipbuilding operation, bulk carrier segments and UAE segments in current quarter.

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

A8. Segmental reporting (Cont’)

Performance and prospects of each operating segment are discussed below:

Shipping

	4Q 2015 (RM'000)	4Q 2014 (RM'000)	Changes (%)
Revenue	139,042	169,261	-17.9%
Profit before tax	8,368	7,387	13.3%

For the current quarter, the shipping segment’s revenue of RM139.0million, 17.9% lower as compared to RM 169.3 million revenue recorded in the corresponding quarter. This was mainly due to the decrease in volume carried from bulk shipment operations in the current quarter.

The increase in profit before tax in shipping segment due to the improvement of shipping profit margin in view of global decline of bunker price and improvement in container shipping operations segments.

Shipbuilding and Ship repair

	4Q 2015 (RM'000)	4Q 2014 (RM'000)	Changes (%)
Revenue	19,824	110,228	-82.0%
Loss before tax	(14,035)	(3,558)	294.5%

For the current quarter, revenue generated from shipbuilding and ship repair segments of RM19.8million decreased by 82.0% as lower compared to RM110.2million revenue recorded in the corresponding quarter. The decrease in revenue was mainly due to less vessel’s work in progress for external parties to be delivered in the following quarters.

The losses in Shipbuilding and ship repair segment were mainly due the lesser vessels under work in progress during construction.

Shipping agency

	4Q 2015 (RM'000)	4Q 2014 (RM'000)	Changes (%)
Revenue	1,194	1,113	7.3%
Profit before tax	297	15	1,880.0%

For the current quarter, the revenue from shipping agency segment increased by 7.3% compared to the preceding year’s corresponding quarter. The increase in profit before tax was mainly due to the improvement in shipping agency for container shipment in current quarter.

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015

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

A8. Segmental reporting (Cont’)

Investment Holding

	4Q 2015 (RM'000)	4Q 2014 (RM'000)	Changes (%)
Revenue	139	83	67.5%
Profit before tax	612	864	29.2%

For the current quarter, the investment holding stood a profit from interest income generated from fixed deposit placement.

A9. Material events subsequent to the end of the quarter period

There were no significant material events have arisen during the interval between the end of the current interim quarter and the date of this announcement that have not been reflected in the current interim quarter report.

A10. Changes in the composition of the Group

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

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015

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

A11. Tax expense

The taxation of the Group for the current interim quarter under review is as follows:-

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Current year to date	Preceding year corresponding period
	30 Jun 2015	30 Jun 2014	30 Jun 2015	30 Jun 2014
	RM'000	RM'000	RM'000	RM'000
Malaysian taxation				
Current year tax	(2,496)	(156)	4,564	2,310
Deferred tax	2,677	2,330	4,890	1,841
	<u>181</u>	<u>2,174</u>	<u>9,454</u>	<u>4,151</u>

A12. Contingent liabilities and contingent assets

The contingent liabilities of the Group as at 30 June 2015 are as follows:

	As at 30.06.2015 RM'000
Corporate guarantees given to financial institutions in consideration of credit facilities granted to our subsidiaries and associates	<u>279,146</u>

The Group does not have any contingent assets.

A13. Material commitments

Material commitments of the Group as at 30 June 2015 are as follow:

	As at 30.06.2015 RM'000
<u>Capital Expenditure</u>	
<u>Approved and contracted for:-</u>	
- Construction of 1 unit of Pneumatic Cement Carrier	21,600
- Construction of 2 unit of 250ft Dumb Barge	8,080
	<u>29,680</u>
<u>Approved but not contracted for:-</u>	
- Construction of shipyard in RAK, UAE	16,065
Total	<u><u>45,745</u></u>

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015

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

A13. Material commitments (Cont’)

Lease commitments

On 1 July 2009, the Group entered into a lease contract with SAQR Port Authority, Hulayla Industrial Park, United Arab Emirates to lease an industrial plot of land for the purpose of carrying out shipbuilding, offshore fabrication and marine related services. The contract will be for 25 years, commencing from the date of the contract or the date at which Hulayla Industrial Park becomes operational, whichever is the latest, at an annual rent of AED5,100,000.00.

A14. Significant related party transactions

Related parties are those defined under FRS 124: Related Party Disclosures. The Directors are of the opinion that the related party transactions and balances described below were carried out in the ordinary course of business and on commercial terms that are no more favourable than those available to other third parties.

	Current Quarter to date 30.06.2015 RM’000	Balance due from/(to) As at 30.06.2015 RM’000
(a) Transactions with related companies of Shin Yang Holding Sendirian Berhad		
Sales of goods and services	37,914	101,347
Purchase of goods and services	(14,847)	(14,483)
(b) Transactions with companies in which certain Directors of the Company have substantial interests		
Sales of goods and services	4,014	3,982
Purchase of goods and services	(628)	(14,330)

The related party transactions reflect transactions of all the subsidiaries with the respective group of companies.

A15. Significant events

There were no material events subsequent to the end of the current interim reporting quarter that have not been reflected in the financial statements for the current interim quarter under review.

A16. Other Comprehensive Income

Foreign exchange translation gain/(loss) represents the surplus/(shortfall) arising from restating payables, receivables and bank balances denominated in foreign currency to Ringgit using foreign exchange rates prevailing at period end rate.

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B1. Review of performance

Explanatory comment on the performance of each of the Group's business activities is provided in Note A8

B2. Material changes in the profit after tax for the current quarter as compared with the immediate preceding quarter

	4Q 2015 (RM'000)	3Q 2015 (RM'000)	Changes (%)
Revenue	160,199	222,075	-27.9%
(Loss)/Profit before tax	(4,758)	3,808	-224.9%

As compared to the immediate preceding quarter, the Group's current quarter's revenue decreased by 27.9% to RM160.2million from RM222.1 million recorded in the immediate preceding quarter.

The Group incurred a loss of RM4.75million largely due to lesser vessels under work in progress in shipbuilding sector and bulk carrier sector.

B3. Commentary on Prospects

The performance of the Group is largely dependent on the volatility of world fuel market price, quality of crews' standard, domestic & regional demand for transportation of dry bulk and general cargoes, movement of Ringgit Malaysia and world economic situations.

Vessel overcapacity and demand continues to put bulk cargo and container freight rates under pressure over the short term. The Group has prepared itself for the continuing uncertainties in global economic situations. The prospects for the shipping industry continue to remain challenging and positive with the recent decline in crude oil price and the Group is prepared with a sustainable and market driven routes for its fleet movements. The Group is confident in the stability of the domestic, coastal and container shipping and challenging projects development in Middle East operations. The continuous improvement in terms of operational costs management, fleet efficiency and routes enhancement would be an important priority in the next few quarters ahead.

The other dependents for shipbuilding operations include the corresponding price movement of the marine mild steel plates, other heavy equipments, machineries and global trend of demand for newly constructed vessels, especially from the niche markets in oil and gas industry. The demand for new build of high value vessels to serve in infrastructure development and resources based industries have show signs of improvement.

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B4. Statements by Directors

The Group did not disclose or announce any profit forecast or projection in any public document in the current quarter or prior financial year.

B5. Profit forecast or profit guarantee

Not applicable as the Group did not publish any profit forecast or profit guarantee.

B6. Sales of unquoted investments and/or properties

There were no sales of unquoted investments and/or properties during the current interim quarter under review.

B7. Quoted securities

There were no purchase or disposal of quoted securities during the current interim quarter under review.

B8. Corporate proposals

There was no corporate proposal announced at the date of this quarterly report.

B9. Borrowings and debt securities

	Secured	unsecured	Total
	RM'000	RM'000	RM'000
1. Total borrowings			
Short-term borrowings	276,026	132,624	408,650
Long-term borrowings	247,186	-	247,186
	<u>523,212</u>	<u>132,624</u>	<u>655,836</u>

Included in the total borrowings are borrowings denominated in USD as follows:

	Secured	unsecured	Total
	USD'000	USD'000	USD'000
2. Borrowings denominated in USD			
Short-term borrowings	3,982	-	3,982
Long-term borrowings	3,981	-	3,981
	<u>7,963</u>	<u>-</u>	<u>7,963</u>

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B10. Off balance sheet financial instruments

There were no off balance sheet financial instruments as at 28 August 2015.

B11. Changes in material litigation

There were no material litigations during the current interim quarter up to the date of this interim report.

B12. Earnings per share

(a) Basic

The basic earnings per share for the current interim quarter and current financial year-to-date are computed as follows:

	Current year quarter 30.06.2015	Current year to date 30.06.2015
Profit attributable to equity holders of the Company (RM'000)	(8,137)	5,035
Weighted average number of ordinary shares in issue ('000)	1,200,000	1,200,000
Basic earnings per share (sen)	<u>(0.68)</u>	<u>0.42</u>

Earnings per share is computed based on the weighted average number of 1,200,000,000 shares issued for the interim quarter under review.

(b) Diluted

The Group has no potential ordinary shares in issue as at the balance sheet date and therefore, diluted earnings per share is presented as equal to basic earnings per share.

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015

PART B – EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS

B13. Notes to the Condensed Consolidated Statement of Comprehensive Income

The profit of the Group for the interim quarter is arrived at after (charging)/crediting:-

	Individual Quarter		Cumulative Quarter	
	Current year quarter	Preceding year corresponding quarter	Current year to date	Preceding year corresponding period
	30 Jun 2015	30 Jun 2014	30 Jun 2015	30 Jun 2014
	RM'000	RM'000	RM'000	RM'000
Interest income	(529)	(174)	(1,698)	(1,645)
Sundry income	(1,302)	(1,661)	(4,930)	(4,397)
Interest expenses	9,171	10,201	40,328	42,414
Depreciation	31,853	26,581	106,622	109,684
Loss on disposal of property, Plant and equipment	278	-	10,384	3,822
Realised foreign exchange gain	(4,146)	(1,970)	(8,862)	(1,709)
Unrealised foreign exchange gain	(4,807)	(1,236)	(8,877)	(2,083)

B14. Breakdown of realised and unrealised profit or loss

The breakdown of the retained profits of the Group as at 30 June 2015, into realised and unrealised, pursuant to a directive issued by Bursa Malaysia Securities Berhad are as follows:

	Accumulated quarter ended 30.06.2015	Accumulated quarter ended 30.06.2014
	(RM'000)	(RM'000)
Total retained profits of the Company and its subsidiaries		
- Realized	720,335	678,068
- Unrealized	(32,015)	(36,556)
	688,320	641,511
Total share of retained earnings from associates	(4,902)	(2,193)
Less: Consolidation adjustments	(449,819)	(439,513)
Total Group's retained profits	233,599	199,805

B15. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 30 June 2014 was not qualified.

INTERIM REPORT FOR THE FOURTH QUARTER ENDED 30 JUNE 2015

PART C – ADDITIONAL DISCLOSURE REQUIREMENTS PURSUANT TO IMPLEMENTATION OF FRS 139, FINANCIAL INSTRUMENTS: RECOGNITION AND MEASUREMENT (“FRS 139”)

C1. Disclosure of Derivatives

The Group does not have any outstanding derivatives as at the end of the current interim quarter under review

C2. Disclosure of gains/losses arising from fair value changes of financial liabilities

There is no material effect to the Company's financial results upon adoption of FRS139

C3. Disclosure of breakdown of realised and unrealised gains/losses arising from fair value changes of financial liabilities

There is no material effect to the Company's financial results upon adoption of FRS139.

Authorised for issue

The interim report for the Fourth quarter ended 30 June 2015 was authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 28 August 2015.

By order of the Board

Richard Ling Peng Liing
Company Secretary
28 August 2015