



# **SIG GASES BERHAD**

**( Company No.: 875083 - W)**

**(Incorporated in Malaysia)**

**Financial Report**

**For The Nine-Month Period Ended**

**30 September 2013**

**Unaudited Condensed Consolidated Statement of Comprehensive Income  
For the nine-month period ended 30 September 2013**

	<b>Current quarter</b>		<b>Cumulative quarter</b>	
	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>30 Sep</b>	<b>30 Sep</b>	<b>30 Sep</b>	<b>30 Sep</b>
	<b>2013</b>	<b>2012</b>	<b>2013</b>	<b>2012</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Revenue</b>	15,956	15,805	47,078	46,768
Cost of sales	(10,988)	(11,564)	(33,283)	(33,877)
<b>Gross profit</b>	<u>4,968</u>	<u>4,241</u>	<u>13,795</u>	<u>12,891</u>
Other income	210	198	1,002	367
Selling and administrative expenses	(4,139)	(3,390)	(11,469)	(9,873)
Finance costs	(597)	(480)	(1,704)	(1,094)
Share of profit/(loss) of an associate	135	(7)	111	(19)
<b>Profit before tax</b>	<u>577</u>	<u>562</u>	<u>1,735</u>	<u>2,272</u>
Income tax reversal	69	59	335	194
<b>Profit after tax and total comprehensive income for the period</b>	<u><u>646</u></u>	<u><u>621</u></u>	<u><u>2,070</u></u>	<u><u>2,466</u></u>
<b>Total comprehensive income attributable to :</b>				
Equity holders of the company	646	621	2,070	2,466
Non-controlling interests	-	-	-	-
	<u><u>646</u></u>	<u><u>621</u></u>	<u><u>2,070</u></u>	<u><u>2,466</u></u>
<b>Earning per share (Sen)</b>				
- Basic	0.43	0.41	1.38	1.64
- Diluted	0.43	0.41	1.38	1.64

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction the accompanying explanatory notes attached to the interim financial statements.



SIG Gases Berhad  
(Company No:875083-W)

**Unaudited Condensed Consolidated Statements of Financial Position  
As at 30 September 2013**

	<b>Unaudited As at 30 Sep 2013 RM'000</b>	<b>Audited As at 31 Dec 2012 RM'000</b>
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	118,834	116,207
Intangible assets	328	381
Investment in an associate	4,564	4,454
	<u>123,726</u>	<u>121,042</u>
<b>Current assets</b>		
Inventories	3,700	3,964
Trade and other receivables	21,727	20,631
Cash and bank balances	5,200	6,472
	<u>30,627</u>	<u>31,067</u>
<b>TOTAL ASSETS</b>	<u><u>154,353</u></u>	<u><u>152,109</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	75,000	75,000
Reserves	16,489	15,619
Total equity	<u>91,489</u>	<u>90,619</u>
<b>Non-current liabilities</b>		
Deferred tax liabilities	7,547	7,920
Loans and borrowings	14,528	17,277
	<u>22,075</u>	<u>25,197</u>
<b>Current liabilities</b>		
Trade and other payables	18,768	19,722
Loans and borrowings	22,021	16,571
	<u>40,789</u>	<u>36,293</u>
Total liabilities	<u>62,864</u>	<u>61,490</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>154,353</u></u>	<u><u>152,109</u></u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.61	0.60

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.



SIG Gases Berhad  
(Company No:875083-W)

**Unaudited Condensed Consolidated Statements of Changes in Equity  
As at 30 September 2013**

	<b>Non-distributable Share Capital RM'000</b>	<b>Share Premium RM'000</b>	<b>Distributable Retained Earnings RM'000</b>	<b>Total RM'000</b>
<b>As at 1 January 2013</b>	75,000	6,075	9,544	90,619
Total comprehensive income for the period	-	-	2,070	2,070
Dividend	-	-	(1,200)	(1,200)
<b>As at 30 September 2013</b>	<u>75,000</u>	<u>6,075</u>	<u>10,414</u>	<u>91,489</u>
As at 1 January 2012	75,000	6,075	7,157	88,232
Total comprehensive income for the period	-	-	2,466	2,466
Dividend	-	-	(900)	(900)
<b>As at 30 September 2012</b>	<u>75,000</u>	<u>6,075</u>	<u>8,723</u>	<u>89,798</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.



SIG Gases Berhad  
(Company No:875083-W)

**Unaudited Condensed Consolidated Statements of Cash Flows  
For the nine-month period ended 30 September 2013**

	<b>Nine-month period ended</b>	
	<b>30 Sep 2013 RM'000</b>	<b>30 Sep 2012 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	1,735	2,272
Adjustments for:		
Depreciation	4,074	3,352
Gain on disposal of property, plant and equipment	(474)	(30)
Interest expenses	1,704	1,094
Interest income	(18)	(100)
Impairment loss on receivables recovered	(4)	(4)
Bad debts recovered	(13)	(5)
Share of (profit)/loss of an associate	(111)	19
Unrealised foreign exchange loss	212	46
Written off of property, plant and equipment	31	13
Operation profit before working capital changes	<u>7,136</u>	<u>6,657</u>
Decrease/(increase) in inventories	265	(402)
Increase in receivables	(1,061)	(8,379)
(Decrease)/increase in payable	(1,166)	6,563
Cash generated from operating activities	<u>5,174</u>	<u>4,439</u>
Interest paid	(1,704)	(1,094)
Tax paid	(57)	(71)
Net cash generated from operating activities	<u>3,413</u>	<u>3,274</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(6,833)	(12,019)
Proceed from disposal of property, plant and equipment	627	41
Interest received	18	100
Investment in associate	-	(4,480)
Net cash used in investing activities	<u>(6,188)</u>	<u>(16,358)</u>



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**Unaudited Condensed Consolidated Statements of Cash Flows (continued)**  
**For the nine-month period ended 30 September 2013**

**Cash flows from financing activities**

Drawdown of borrowings	2,703	11,037
Dividend	(1,200)	(900)
Net cash generated from financing activities	<u>1,503</u>	<u>10,137</u>

**Net decrease in cash and cash equivalents**

Net decrease in cash and cash equivalents	(1,272)	(2,947)
Cash and cash equivalents at beginning of financial period	<u>6,472</u>	<u>11,146</u>
Cash and cash equivalents at end of financial period	<u>5,200</u>	<u>8,199</u>

**Cash and cash equivalents at the end of the financial period  
comprise the following:**

Cash and bank balances	<u>5,200</u>	<u>8,199</u>
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The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.



SIG Gases Berhad  
(Company No:875083-W)

## NOTES TO THE REPORT

### PART A -

### EXPLANATORY NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING

#### A1. Corporate information

SIG Gases Berhad is a public limited liability company incorporated and domiciled in Malaysia, and is listed on Bursa Malaysia Securities Berhad.

These condensed consolidated interim financial statements were approved by the Board of Directors on 14 November 2013.

#### A2. Basis of Preparation

These condensed consolidated interim financial statements, for the period ended 30 September 2013, have been prepared in accordance with MFRS 134 Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the Group's annual audited financial statements for the year ended 31 December 2012. The explanatory notes attached to these condensed consolidated 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 since the year ended 31 December 2012.

##### A2.1 Significant accounting policies

The significant accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual financial statements for the year ended 31 December 2012 except for the adoption of the following standards which are applicable to its financial statements and effective for annual periods beginning on or after 1 January 2013:

- MFRS 101 Presentation of Items of Other Comprehensive Income (Amendments to MFRS 101)
- MFRS 3 Business Combinations (IFRS 3 Business Combinations issued by IASB in March 2004)
- MFRS 10 Consolidated Financial Statements
- MFRS 11 Joint Arrangements
- MFRS 12 Disclosure of interests in Other Entities
- MFRS 13 Fair Value Measurement
- MFRS 119 Employee Benefits
- MFRS 127 Separate Financial Statements
- MFRS 128 Investment in Associates and Joint Ventures
- MFRS 127 Consolidated and Separate Financial Statements (IAS 27 as revised by IASB in December 2003)
- Amendments to MFRS 7: Disclosures – Offsetting Financial Assets and Financial Liabilities
- Amendments to MFRS 1: First time Adoption of Malaysia Financial Reporting Standards - Government Loan
- Amendments to MFRS 10: Consolidated Financial Statements: Transition Guidance
- Amendments to MFRS 11: Joint Arrangements: Transition Guidance
- Amendments to MFRS 12: Disclosure of Interests in Other Entities: Transition Guidance
- Amendment to MFRSs contained in the document entitled "Annual Improvements 2009-2011 Cycle"

The adoption of the above standards do not have significant financial impact to the Group's consolidated financial statements for the current quarter.

**NOTES TO THE REPORT****PART A -  
EXPLANATORY NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARDS  
("MFRS") 134, INTERIM FINANCIAL REPORTING****A2.2 Standards issued but not yet effective**

At the date of authorization of these interim financial statements, the followings standards were issued but not yet effective and have not been applied by the Group:

<u>Description</u>		<u>Effective for annual periods beginning on or after</u>
Amendments to MFRS 132	Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to MFRS 10, MFRS 12 and MFRS 127	Investment Entities	1 January 2014
MFRS 9	Financial Instruments	1 January 2015

The adoption of these standards above will have no material impact on the financial statements in the year of initial adoption.

**A3. Auditor's report on preceding annual financial statements**

There was no qualification to the audited financial statements of the Company and its subsidiaries for the financial year ended 31 December 2012.

**A4. Seasonal or cyclical factors**

The business operations of the Group were not significantly affected by any seasonal or cyclical factor.

**A5. Items of unusual nature**

There were no significant unusual items affecting the assets, liabilities, equity, net income or cash flow during the financial period ended 30 September 2013.

**A6. Material changes in estimates**

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

**A7. Changes in debt and equity securities**

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the financial period-to-date.

**A8. Dividend paid**

A final tax exempt (single-tier) dividend in respect of the financial year ended 31 December 2012 of 1.60% on 150,000,000 ordinary shares of RM0.50 each, amounting to a dividend paid of RM1,200,000 (0.80 sen per ordinary share) was paid on 18 June 2013.





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## NOTES TO THE REPORT

### PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIA FINANCIAL REPORTING STANDARDS ("MFRS") 134, INTERIM FINANCIAL REPORTING (CONT'D)

#### A9. Segment information

The Group is organized into business units based on their products and services, and it has three operating segments as follows

- (1) Manufacturing
- (2) Refilling and Distribution
- (3) Other Products and Services

For the detailed analytical review of the segmental information, please refer to Part B1 and B2 for explanation.

#### Nine-month period ended 30 September 2013

	Manufacturing	Refilling and Distribution	Other Products and Services	Total
	RM'000	RM'000	RM'000	RM'000
<b>REVENUE</b>	22,546	23,413	1,119	47,078
<b>RESULTS</b>				
Profit for reportable segment	5,148	8,455	192	13,795
Other income				1,002
Selling and administrative expenses				(11,469)
Finance costs				(1,704)
Share of profit of an associate				111
Profit before tax				1,735
Income tax reversal				335
<b>Total comprehensive income</b>				<b>2,070</b>

#### Nine-month period ended 30 September 2012

	Manufacturing	Refilling and Distribution	Other Products and Services	Total
	RM'000	RM'000	RM'000	RM'000
<b>REVENUE</b>	24,417	21,078	1,273	46,768
<b>RESULTS</b>				
Profit for reportable segment	6,350	6,326	215	12,891
Other income				367
Selling and administrative expenses				(9,873)
Finance costs				(1,094)
Share of loss of an associate				(19)
Profit before tax				2,272
Income tax reversal				194
<b>Total comprehensive income</b>				<b>2,466</b>

**NOTES TO THE REPORT****PART A -  
EXPLANATORY NOTES IN COMPLIANCE WITH FINANCIAL STANDARDS  
("MFRS") 134, INTERIM FINANCIAL REPORTING****A10. Valuation of property, plant and equipment**

There was no valuation of property, plant and equipment in the current financial period.

**A11. Capital commitments**

Capital commitment for property, plant and equipment not provided for as at 30 September 2013 are as follows:-

	<b>RM'000</b>
Approved and contracted for	<u>2,693</u>

**A12. Property, plant and equipment**

The Group acquired property, plant and equipment amounting to RM6.83 million during the financial period ended 30 September 2013.

**A13. Material events subsequent to the end of period reported**

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

**A14. Changes in composition of the group**

The Group has on 25 April 2013, incorporated a Company known as SIG Properties Sdn Bhd ("SPSB") in Malaysia. SIG has 90% direct interest in the capital of SPSB.

On 5 June 2013, SIG has acquired an additional 10% interest in the capital of SPSB which make SPSB a wholly-owned subsidiary of SIG.

The principal activity of SPSB is property development.

**A15. Contingent liabilities or contingent assets**

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report.

**A16. Cash and cash equivalents**

	<b>As at 30 Sep 2013 RM'000</b>	<b>As at 31 Dec 2012 RM'000</b>
Cash on hand and at banks	<u>5,200</u>	<u>6,472</u>

**PART A -  
EXPLANATORY NOTES IN COMPLIANCE WITH FINANCIAL STANDARDS  
("MFRS") 134, INTERIM FINANCIAL REPORTING  
A17. Profit before tax**

Included in the profit before tax are the following items:

	<u>Current quarter</u> <u>3 months ended</u>		<u>Cumulative quarter</u> <u>9 months ended</u>	
	<u>30 Sep</u> <u>2013</u> <u>RM'000</u>	<u>30 Sep</u> <u>2012</u> <u>RM'000</u>	<u>30 Sep</u> <u>2013</u> <u>RM'000</u>	<u>30 Sep</u> <u>2012</u> <u>RM'000</u>
(a) Interest income	1	22	18	100
(b) Other income/(charges) including investment income	209	100	937	163
(c) Interest expense	597	480	1,704	1,094
(d) Depreciation and amortisation	1,379	1,195	4,074	3,352
(e) Provision for and write off of receivables	-	-	-	-
(f) Provision for and write off of inventories	-	-	-	-
(g) (Gain)/loss on disposal of quoted and unquoted investments or properties	-	-	-	-
(h) Impairment of assets	-	-	-	-
(i) Foreign exchange gain/(loss)				
- Realised	(45)	(3)	(28)	20
- Unrealised	(235)	76	(212)	(46)
(j) (Gain)/loss on derivatives	-	-	-	-
(k) Exceptional items	-	-	-	-



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#### A18. Significant related party transactions

The Group had the following transactions during the current financial period with related parties in which certain directors of the Company have substantial financial interest:-

Nature of transactions	Transactions during the current financial quarter RM'000	Transactions Year-to-date RM'000	Balance outstanding as at 30-September-2013 RM'000
Purchase of refrigerants, cylinders, valves, liquid oxygen, liquid nitrogen, liquid argon, liquid carbon dioxide, specialty gases and overdue interest from companies in which the Company's director, Peh Lam Hoh has substantial financial interest	2,720	8,282	8,045
Sales of industrial gases and equipment to companies in which the Company's director, Peh Lam Hoh has substantial financial interest	53	184	70



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## NOTES TO THE REPORT

### **PART B – ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B)**

#### **B1. Review Of Performance Of The Group**

##### **Current Quarter 3 month ended 30 September 2013 vs. Preceding year corresponding Quarter 3 month ended 30 September 2012**

The revenue of the Group for the current quarter was RM15.96M. The revenue increased by RM0.15M or 0.95% as compared to preceding year's corresponding quarter. The increase was mainly due to increase in refilling and distribution of industrial gases by RM1.05M. However, there was decrease in revenue from manufacturing of industrial gases by RM0.90M or 10.62%.

The gross profit of the Group for the current quarter was RM4.97M, an increase of by RM0.73M or 17.22% as compared to that of the preceding year's corresponding quarter. The increase in gross profit mainly due to decrease in transport cost, trucking charges, calcium carbide cost and upkeep of plant & machinery. The decrease in transport cost and trucking charges mainly due to increase in the utilisation of the internal transportation.

The gross profit margin increased from 26.83% to 31.14%, which has explained in the above paragraph.

The Group's profit before tax was reported at RM0.58M for the current quarter which is RM0.02M higher as compared to that of preceding year. The selling and administrative expenses increased by RM0.75M or 22.09% mainly due to the unrealised foreign exchange loss of RM0.23M, increase in depreciation and salary related expenses by RM0.18M and RM0.19M respectively.

The Group's profit after tax was reported at RM0.65M for the current quarter which is RM0.03M higher as compared to that of preceding year due to the increase in reversal of deferred tax liabilities by RM0.01M.

##### **Current year to date 30 September 2013 vs. Preceding year to date 30 September 2012**

The revenue of the Group for the period ended 30 September 2013 was RM47.08M. The revenue has increased by RM0.31M or 0.66% as compared to the same period in year 2012. The increase in revenue was mainly due to increase in refilling and distribution of industrial gases by RM2.33M or 11.08%. However, there were decreases in manufacturing of industrial gases by RM1.87M or 7.66%.

The gross profit of the Group for the period ended 30 September 2013 was RM13.80M. The gross profit has increased by RM0.90M or 6.98% as compared to the same period in year 2012.

The gross profit margin has increase from 27.57% to 29.30%, which is mainly due to decrease in trucking cost by RM0.38M.

Nevertheless, the selling and administrative expenses increased by RM1.60M which was mainly due to higher salary related expenses, depreciation, security expenses and selling related expenses.

The Group's profit after tax was RM2.07M for the current quarter to date which is RM0.39M or 16.06% lower as compared to the corresponding period in year 2012. The profit before tax has decreased by RM0.54M mainly due to increase in finance costs by RM0.61M compare with the corresponding period in year 2012.



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**B2. Material Changes In The Quarterly Results Compared To The Results Of The Preceding Quarter**

The revenue of the Group for the current quarter decreased by RM0.46M or 2.83% as compared to that of the preceding quarter. The decrease in revenue was from manufacturing of industrial gases and refilling and distribution of industrial gases by RM0.34M or 4.26% and RM0.08M or 1.02%.

The gross profit decreased by RM0.01M or 0.20% to RM4.97M. The gross profit margin increased from 30.32% to 31.14% as compared to that of the preceding year's quarter. The gross profit margin increased mainly due to decrease in transport charges, trucking charges and direct labour.

The selling and administrative expenses have increased by RM0.45M which is mainly due to increase in tank rental, security expenses, insurance cost and unrealised foreign exchange loss.

The Group's profit before tax decreased from RM1.12M in preceding quarter to RM0.58M in the current quarter. The decrease in profit before tax is mainly due to increase in in selling and administrative and finance costs. The Group's profit after tax decreased from RM1.39M in the preceding quarter to RM0.65M in the current quarter is due to lower Group's profit before tax.



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## NOTES TO THE REPORT

### B3. Current Year Prospects

The global economic environment and financial markets are expected to be challenging for the rest of the year ,arising from the anticipation of the tapering of QE3 by the US government ,weakening economic and financial data of the Japanese economy , a slowing down of the Chinese economy and the fragile economic growth in the EU common market.

In the domestic front, despite recording a satisfactory economic growth of slightly more than 5% ,due to widening public debts ,the Malaysian government has announced various austerity and revenue boosting measures ,including cutting back of subsidies, introduction of Goods and Services Tax and putting on hold of some large infrastructural projects .

As a result of the above challenging global and domestic environments , the management believes that the performance of the Group in the final quarter ending 31 December,2013 will be comparable to that of the 3rd quarter ended 30 September 2013.

### B4. Profit Forecast And Profit Estimate

The Group did not issue any profit forecast or profit estimate previously in any public document.

### B5. Income Tax Expense

	<b>Current Quarter 3 months ended 30 Sep 13 RM'000</b>	<b>Current financial period to date 30 Sep 13 RM'000</b>
In respect of the current period		
- Income tax	35	38
- Deferred tax	(104)	(373)
	<u>(69)</u>	<u>(335)</u>

## NOTES TO THE REPORT

### PART B – ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD (PART A OF

#### B6. Status of Corporate Proposals

The Public Issue of 49.2 million and Offer For Sales of 3 million ordinary shares of RM0.50 each in the Company at an issue price of RM0.58 had all been fully subscribed and the entire share capital of the Company of 150 million ordinary shares were listed on the Main Board of Bursa Malaysia Securities Berhad on 9 August 2010. The Company raised RM28.54 million from the public issue and the utilization of proceeds as at 8 November 2013 (the latest practicable date not earlier than seven (7) days from the date of issue of this report) is as follows:

No.	Description	Estimated timeframe for utilisations upon Listing	Proposed Utilisations (RM'000)	Amendment 1 (RM'000)	Amendment 2 (RM'000)	Actual Utilisations (RM'000)	Reclassification (RM'000)	Balances to be utilised	
								(RM'000)	%
<b>1</b>	<b>Purchase of land and building its facilities</b>	30 months							
1.1	Sarawak - Samalaju Industrial Park		9,736	(2,500)	(2,690)	(1,590)		2,956	65%
1.2	Sarawak - Kemena Industrial Park, Bintulu		-	2,500		(2,500)		-	0%
1.3	Kuantan*		2,500		1,250	(3,788)	667	629	17%
1.4	Melaka		2,500		1,440	(3,911)		29	1%
			14,736	-	-	(11,789)	667	3,614	25%
<b>2</b>	<b>Purchase of property, plant &amp; equipment</b>	12 months							
2.1	Cylinders		5,400			(5,400)		-	0%
2.2	Hydrogen long tube		1,000			(1,000)		-	0%
			6,400	-	-	(6,400)	-	-	0%
<b>3</b>	<b>Repayment of term loan</b>	12 months	4,200			(4,200)		-	0%
<b>4</b>	<b>Listing expenses*</b>	Immediately	3,200			(2,533)	(667)	-	0%
	<b>Total</b>		28,536	-	-	(24,922)	-	3,614	13%

The gross proceeds arising from the Offer for Sale, net of the relevant fees, accrued entirely to the Offeror and no part of the proceeds was received by the Company.

\* The excess of provision for Listing expenses of RM0.67 Million will be utilized in the purchase of land and building and its facilities as indicated in Section 2.8 (iv) of the Prospectus.



## NOTES TO THE REPORT

### PART B – ADDITIONAL INFORMATION AS REQUIRED BY LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD (PART A OF APPENDIX 9B) (CONT'D)

#### B7. Group Borrowing and Debts Securities

The Group's borrowings and debts securities as at 30 September 2013 are as follows:

	RM'000
<b>Long term borrowings</b>	
<u>Secured:</u>	
Obligation under finance lease	1,632
Term loans	12,896
	<u>14,528</u>
<b>Short term borrowings</b>	
<u>Secured</u>	
Obligation under finance lease	1,643
Bankers acceptance and revolving credit	14,706
Term loans	5,657
Leasing creditors	15
	<u>22,021</u>
 Total	 <u><u>36,549</u></u>

#### B8. Breakdown of realised and unrealised profits or losses of the Group

	At end of current quarter 30 Sep 2013 RM'000	At end of preceding quarter 30 Jun 2013 RM'000
Realised profits	14,647	14,002
Unrealised losses	(4,317)	(4,185)
Total retained profits	<u>10,330</u>	<u>9,817</u>
Associated company - Realised	<u>84</u>	<u>(49)</u>
	10,414	9,768
Less: Consolidations adjustments	-	-
Retained profits as per statement of financial position	<u><u>10,414</u></u>	<u><u>9,768</u></u>

#### B9. Material Litigation

There were no material litigation as at the date of issuance of this quarterly report.

#### B10. Dividends

No interim dividend has been declared during the current quarter.

#### B11. Earnings Per Share

Basic earnings per share are calculated based on total number of 150,000,000 ordinary shares in issue and profit attributable to equity holders of the Group. There is no dilutive effect.