



SIG GASES BERHAD

**(Company No.: 875083 - W)
(Incorporated in Malaysia)**

**Financial Quarterly Report
From 1 January 2015 to
31 March 2015**

**Unaudited Condensed Consolidated Statement of Comprehensive Income
for the three-month period ended 31 March 2015**

	Current quarter 3 months ended		Cumulative quarter 3 months ended	
	31 Mar 2015 RM'000	31 Mar 2014 RM'000	31 Mar 2015 RM'000	31 Mar 2014 RM'000
Revenue	16,296	15,838	16,296	15,838
Cost of sales	(11,012)	(10,967)	(11,012)	(10,967)
Gross profit	<u>5,284</u>	<u>4,871</u>	<u>5,284</u>	<u>4,871</u>
Other income	506	185	506	185
Selling and administrative expenses	(4,242)	(3,801)	(4,242)	(3,801)
Finance costs	(517)	(602)	(517)	(602)
Share of profit of an associate	231	185	231	185
Profit before tax	<u>1,262</u>	<u>838</u>	<u>1,262</u>	<u>838</u>
Income tax (expenses)/reversal	(390)	898	(390)	898
Profit after tax and total comprehensive income for the period	<u><u>872</u></u>	<u><u>1,736</u></u>	<u><u>872</u></u>	<u><u>1,736</u></u>
Total comprehensive income attributable to :				
Equity holders of the company	872	1,736	872	1,736
Non-controlling interests	-	-	-	-
	<u><u>872</u></u>	<u><u>1,736</u></u>	<u><u>872</u></u>	<u><u>1,736</u></u>
Earning per share (Sen)				
- Basic	0.47	1.16	0.47	1.16
- Diluted	0.47	1.16	0.47	1.16

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

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SIG Gases Berhad
(Company No:875083-W)

Unaudited Condensed Consolidated Statements of Financial Position as at 31 March 2015

	Unaudited As at 31 Mar 2015 RM'000	Audited As at 31 Dec 2014 RM'000
Assets		
Non-current assets		
Property, plant and equipment	107,387	106,021
Intangible assets	342	361
Investment in an associate	7,441	7,216
Deferred tax assets	610	1,000
	<u>115,780</u>	<u>114,598</u>
Current assets		
Inventory property	4,140	3,476
Inventories	3,869	3,622
Trade and other receivables	23,809	20,130
Cash and bank balances	7,696	20,323
	<u>39,514</u>	<u>47,551</u>
Non current assets held for sale	6,374	6,374
	<u>45,888</u>	<u>53,925</u>
TOTAL ASSETS	<u>161,668</u>	<u>168,523</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	93,750	93,750
Reserves	21,178	20,316
Total equity	<u>114,928</u>	<u>114,066</u>
Non-current liabilities		
Loans and borrowings	9,038	10,768
	<u>9,038</u>	<u>10,768</u>
Current liabilities		
Trade and other payables	16,640	18,401
Loans and borrowings	21,062	25,288
	<u>37,702</u>	<u>43,689</u>
Total liabilities	<u>46,740</u>	<u>54,457</u>
TOTAL EQUITY AND LIABILITIES	<u>161,668</u>	<u>168,523</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.61	0.61

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

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SIG Gases Berhad
(Company No:875083-W)

Unaudited Condensed Consolidated Statements of Changes in Equity for the three-month period ended 31 March 2015

	Non-distributable Share Capital RM'000	Share Premium RM'000	Distributable Retained Earnings RM'000	Total RM'000
As at 1 January 2015	93,750	1,020	19,293	114,063
Total comprehensive income for the period	-	-	872	872
Expenses for issued of ordinary shares		(7)		(7)
As at 31 March 2015	<u>93,750</u>	<u>1,013</u>	<u>20,165</u>	<u>114,928</u>
As at 1 January 2014	75,000	1,549	15,523	92,072
Total comprehensive income for the period	-	-	1,736	1,736
As at 31 March 2014	<u>75,000</u>	<u>1,549</u>	<u>17,259</u>	<u>93,808</u>

During the financial year 2014, the Company issued two-call right issues of 37,500,000 new ordinary shares of RM0.50 each in SIG Gases Berhad ("Shares") ("Rights Share") on the basis of one (1) rights share for every Four (4) existing shares held, at an issue price of RM0.50 per rights share, of which the first call of RM0.36 PER right share is payable in cash and the second call of RM0.14 per rights share is to be capitalised from SIG Gases Berhad's Retained Profits.

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

**Unaudited Condensed Consolidated Statements of Cash Flows
for the three-month period ended 31 March 2015**

	Current quarter 3 months ended	
	31 Mar 2015 RM'000	31 Mar 2014 RM'000
Cash flows from operating activities		
Profit before tax	1,262	838
Adjustments for:		
Depreciation	1,398	1,358
Gain on disposal of property, plant and equipment	(119)	(35)
Interest expenses	478	565
Interest income	(52)	(1)
Reversal of impairment loss on trade receivables	(165)	
Impairment loss on trade receivables	163	(8)
Share of profit of an associate	(229)	(185)
Unrealised foreign exchange (gain)/loss	13	(56)
Write off of property, plant and equipment	132	1
Operation profit before working capital changes	<u>2,881</u>	<u>2,477</u>
(Increase)/decrease in inventories	(247)	436
Increase in receivables	(4,343)	(686)
Decrease in payable	(1,744)	(700)
Cash generated from operating activities	<u>(3,453)</u>	<u>1,527</u>
Interest paid	(478)	(565)
Tax paid	(28)	(41)
Tax refund		
Net cash (used in) / generated from operating activities	<u>(3,959)</u>	<u>921</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,213)	(1,210)
Proceed from disposal of property, plant and equipment	456	44
Interest received	52	1
Investment in an associate company		(2,080)
Net cash used in investing activities	<u>(2,705)</u>	<u>(3,245)</u>
Cash flows from financing activity		
Repayment of borrowings	(5,956)	(1,178)
Dividend		
Proceeds from share Issued		
Expenses for issued of ordinary shares	(7)	
Net cash used in financing activity	<u>(5,963)</u>	<u>(1,178)</u>
Net decrease in cash and cash equivalents	<u>(12,627)</u>	<u>(3,502)</u>
Cash and cash equivalents at beginning of financial period	<u>20,323</u>	<u>7,711</u>
Cash and cash equivalents at end of financial period	<u><u>7,696</u></u>	<u><u>4,209</u></u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	<u><u>7,696</u></u>	<u><u>4,209</u></u>

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

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 8 May 2015.

A2. Basis of Preparation

These condensed consolidated interim financial statements, for the year ended 31 December 2014, 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 2014. 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 2014.

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 2014 except for the adoption of the following which are applicable to its financial statements and are relevant to its operations:

- (i) Adoption of standards and interpretations:

<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
Amendments to MFRS 136	Recoverable Amount Disclosures for Non-Financial Assets	1 January 2014
Amendments to MFRS 139	Novation of Derivatives and Continuation of Hedge Accounting	1 January 2014
IC Interpretation 21	Levies	1 January 2014

The adoption of the above standards and interpretations 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

A2.1 Significant accounting policies (cont'd)

(ii) Standards and interpretations issued but not yet effective

At the date of authorization of these interim financial statements, the followings standards and interpretations 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 119: Defined Benefit Plans: Employee Contributions	1-Jul-14
Annual Improvements to MFRSs 2010 – 2012 Cycle	1-Jul-14
Annual Improvements to MFRSs 2011 – 2013 Cycle	1-Jul-14
Annual Improvements to MFRSs 2012 – 2014 Cycle	1-Jan-16
Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation	1-Jan-16
Amendments to MFRS 116 and MFRS 141: Agriculture: Bearer Plants	1-Jan-16
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	1-Jan-16
Amendments to MFRS 11: Accounting for Acquisitions of Interests in Joint Operations	1-Jan-16
Amendments to MFRS 127: Equity Method in Separate Financial Statements	1-Jan-16
Amendments to MFRS 101: Disclosure Initiatives	1-Jan-16
Amendments to MFRS 10, MFRS 12 and MFRS 128: Investment Entities: Applying the Consolidation Exception	1-Jan-16
MFRS 14 Regulatory Deferral Accounts	1-Jan-16
MFRS 15 Revenue from Contracts with Customers	1-Jan-17
MFRS 9 Financial Instruments	1-Jan-18

The adoption of these standards above is expected to 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 2014.

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 year ended 31 December 2014.

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 for the financial period-to-date.

A8. Dividend paid

At the Annual General Meeting held on 8 May 2015, a final tax exempt (single-tier) dividend of 1.40% in respect of the financial year ended 31 December 2014 on 187,500,000 ordinary shares of RM0.50 each, amounting to a dividend payable of RM1,312,500 (0.70 sen per ordinary share) was approved by the shareholders and to be paid on 18 June 2015.

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.

Three-month period ended 31 March 2015

	Manufacturing	Refilling and Distribution	Other Products and Services	Total
	RM'000	RM'000	RM'000	RM'000
REVENUE	7,701	8,353	242	16,296
RESULTS				
Profit for reportable segment	1,959	3,282	43	5,284
Other income				506
Selling and administrative expenses				(4,242)
Finance costs				(517)
Share of profit of an associate				231
Profit before tax				1,262
Income tax reversal				(390)
Total comprehensive income				<u>872</u>

Three-month period ended 31 March 2014

	Manufacturing	Refilling and Distribution	Other Products and Services	Total
	RM'000	RM'000	RM'000	RM'000
REVENUE	7,765	7,830	243	15,838
RESULTS				
Profit for reportable segment	1,927	2,915	29	4,871
Other income				185
Selling and administrative expenses				(3,801)
Finance costs				(602)
Share of loss of an associate				185
Profit before tax				838
Income tax reversal				898
Total comprehensive income				<u>1,736</u>

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 year.

A11. Capital commitments

Capital commitment for property, plant and equipment not provided for as at 31 March 2015 are as follows:-

	RM'000
Approved and contracted for	<u>5,745</u>

A12. Property, plant and equipment

The Group acquired property, plant and equipment amounting to RM3.88 million during the current quarter .

A13. Material events subsequent to the end of period reported

There were no material events subsequent to the end of period.

A14. Changes in composition of the group

There were no changes in composition of the Group to the end of the current financial quarter that have not been reflected in this quarterly report as at the date of this report.

**PART A -
EXPLANATORY NOTES IN COMPLIANCE WITH FINANCIAL STANDARDS
("MFRS") 134, INTERIM FINANCIAL REPORTING**

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

	As at 31 Mar 2015 RM'000	As at 31 Dec 2014 RM'000
Cash in hand and at banks	7,696	20,323

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>3 months ended</u>	
	31 Mar 2015 RM'000	31 Mar 2014 RM'000	31 Mar 2015 RM'000	31 Mar 2014 RM'000
(a) Interest income	52	1	52	1
(b) Other income/(charges) including investment income	454	128	454	128
(c) Interest expense	478	565	478	565
(d) Depreciation and amortisation	1,398	1,358	1,398	1,358
(e) Provision for and write off of receivables	163	-	163	-
(f) Provision for and write off of inventories	-	-	-	-
(g) (Gain)/loss on disposal of quoted and unquoted investments or properties	-	-	-	-
(h) Impairment of property, plant & equipment	-	-	-	-
(i) Foreign exchange gain/(loss)				
- Realised	(77)	(50)	(77)	(50)
- Unrealised	(12)	56	(12)	56
(j) (Gain)/loss on derivatives	-	-	-	-



SIG Gases Berhad
(Company No:875083-W)

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 Period-to-date RM'000	Balance outstanding as at 31 March 2015 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	2,503	2,503	6,030
Sales of industrial gases and equipment to companies in which the Company's director, Peh Lam Hoh has substantial financial interest	214	214	81

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 months ended 31 March 2015 vs. Preceding year corresponding Quarter 3 months ended 31 March 2014**

The current quarter revenue recorded is RM16.30M, which is up by RM0.46M or 2.90% as compared to the correspondence quarter.

The gross profit of the Group for the current quarter was RM5.28M, an increase of RM0.41M or 8.42% over the corresponding quarter. The improvement was mainly due to lower cost of sales on continuing implementation of cost savings and productivity improvement programmes.

The Group's profit before tax was RM1.26M for the current quarter, which is increased by RM0.42M or 50.00% as compared with profit before tax of RM0.84M recorded in the corresponding quarter. This was largely due to increase in other income by RM0.32M, mainly from rental income of Puchong factory and gain on disposal of property, plant & equipment and reduction in finance cost by RM0.08M. The share of profit from associated company increased from RM0.19M to RM0.23M. The selling and administrative expenses were increased by RM 0.44M, up 11.6 %, largely due to increase in insurance premium, exchange different, staff benefits, ISO tank rental and professional fees.

The current quarter's Group's profit after tax was RM0.87M, RM0.86M lower than the corresponding quarter after provision for deferred taxation assets from RM0.90M in the correspondence period to provision for deferred tax liability of RM0.39M in the current quarter. The effective tax rate is higher than the statutory rate, mainly due to reversal of deferred tax assets.

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

The revenue of the Group for the current quarter was up by RM0.21M or 1.31% as compared to that of the preceding quarter.

The gross profit was up by RM0.30M or 6.02% to RM5.28M, came mainly from margin improvement, up from 30.97% to 32.43% due to lower operating costs on continuing implementation of cost savings and productivity improvement programmes.

The Group's profit before taxation was recorded at RM1.26M against a loss of RM1.49M as compared to the preceding quarter mainly due to lower selling & administrative expenses by RM0.41M and allowance of impairment of assets of RM1.55M in the preceding quarter.

The Group's profit after tax was reduced from RM2.10M in the preceding quarter to RM0.87M in the current quarter mainly due to provision for deferred taxation assets of RM0.90M in the correspondence period as compared to provision for deferred tax liability of RM0.39M in the current quarter

NOTES TO THE REPORT**B3. Current Year Prospects**

As announced on 20 January 2015 by the Prime Minister, Datuk Seri Najib Razak the projected growth of the economy is revised downward to 4.5-5.5% in year 2015 (previous 5-6%) amid lower oil prices. However, in the absence of development expenditure cut, budget deficit target is raised marginally from 3.00% to 3.2% of GDP, The MYR has weakened against US dollar and other currencies over the past year. This devaluation of MYR may affect the cost of some of our imported materials and capital goods.

In view of the implementation of the 6% GST, anticipated cutting back of capital expenditure in the oil and gas sector, the austerity measure by government and the anticipated inflationary consumer prices, the Malaysian overall industrial environment could be challenging in year 2015.

The management shall continue to implement cost-savings measure and to improve productivity. The management is also exploring asset lightening measures to improve efficiencies of its capital and to enhance return to the shareholders.

In conclusion, despite the uncertainty posed by the macroeconomic environment set out above, we believe that with our various cost-savings exercises, re-alignment of assets duly in place, and gradual increase in revenue from our completed expansion projects, we remain cautiously optimistic about our performance ahead.

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

	Current quarter 3 months ended 31 Mar 15 RM'000	Current financial period to date 31 Mar 15 RM'000
In respect of the current period		
- Income tax	-	-
- Deferred tax	390	390
	<u>390</u>	<u>390</u>

NOTES TO THE REPORT

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

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 1 May 2015 (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	Amendment 1	Amendment 2	Actual Utilisations	Reclassification	Balances to be utilised	
			(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)	(RM'000)
1	Purchase of land and building its facilities	60 months							
1.1	Sarawak - Samalaju Industrial Park		9,736	(2,500)	(2,690)	(3,628)	30	948	21%
1.2	Sarawak - Kemena Industrial Park, Bintulu		-	2,500		(2,500)		-	0%
1.3	Kuantan		2,500		1,250	(4,200)	587	137	4%
1.4	Melaka		2,500		1,440	(3,990)		50	0%
			14,736	-	-	(14,318)	667	1,085	7%
2	Purchase of property, plant & equipment	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%
3	Repayment of term loan	12 months	4,200			(4,200)		-	0%
4	Listing expenses*	Immediately	3,200			(2,533)	(667)	-	0%
Total			28,536	-	-	(27,451)	-	1,085	4%

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.

1. Proposed Two-Call Rights Issue

On 5 September 2014, the Company announced that it proposes to undertake a renounceable two-call rights issue of 37,500,000 new ordinary shares of RM0.50 each ("Shares") ("Rights Shares") on the basis of one (1) Rights Share for every four (4) existing Shares held on an entitlement date to be determined later, at an issue price of RM0.50 per Rights Share, of which the first call of RM0.36 per Rights Share is payable in cash and the second call of RM0.14 per Rights Share ("Second Call") is to be capitalised from the share premium reserve of SIG Gases Berhad. On 20 October 2014, the Company announced that the Board of directors resolved that the Second Call be capitalised instead from the retained earnings reserve of SIG Gases Berhad ("Proposed Two-Call Rights Issue").

On 21 October 2014, the Company announced that Bursa Malaysia Securities Berhad ("Bursa Securities") had vide its letter dated 20 October 2014, which was received on 21 October 2014, approved the listing of and quotation for the 37,500,000 Rights Shares on the Main Market of Bursa Securities, subject to the certain conditions as disclosed in the said announcement and in its circular to shareholders dated 28 October 2014.

On 13 November 2014, the shareholders of the Company approved the Proposed Two-Call Rights Issue.

The Proposed Two-Call Rights Issue was completed on 30 December 2014.

No.	Description	Estimated timeframe for utilisations upon Listing	Proposed Utilisations	Actual Utilisations	Balances to be utilised	
			(RM'000)	(RM'000)	(RM'000)	%
1	PURCHASE OF EQUIPMENT	within 18 months				
1.1	1 HYDROGEN COMPRESSOR		370	(370)	-	0%
1.2	CYLINDERS & VALVES		3,680	(205)	3,475	94%
1.3	UPGRADE COMPUTER SYSTEM		150	(96)	54	36%
2	REPAYMENT OF BANK BORROWINGS	within 6 months	6,500	(6,500)	-	0%
3	WORKING CAPITAL	within 6 months	2,000	(2,000)	-	0%
4	EXPENSES IN RELATION TO THE PROPOSED TWO-CALL RIGHTS ISSUE	within 3 months	800	(713)	87	11%
Total			13,500	(9,884)	3,616	27%

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 31 March 2015 are as follows:

	RM'000
Long term borrowings	
<u>Secured:</u>	
Obligation under finance lease	125
Term loans	8,913
	<u>9,038</u>
Short term borrowings	
<u>Secured</u>	
Obligation under finance lease	859
Bankers acceptance and revolving credit	13,662
Term loans	6,538
Leasing creditors	3
	<u>21,062</u>
Total	<u><u>30,100</u></u>

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

	At end of current quarter 31-Mar-15 RM'000	At end of preceding quarter 31-Dec-14 RM'000
Realised profits	16,954	14,337
Unrealised gain/(losses)	3,442	4,442
Total retained profits	<u>20,396</u>	<u>18,779</u>
Associated company - Realised	<u>(231)</u>	<u>517</u>
	20,165	19,296
Less: Consolidations adjustments	-	-
Retained profits as per statement of financial position	<u><u>20,165</u></u>	<u><u>19,296</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 weighted average number of ordinary shares in issue and profit attributable to equity holders of the Group.