



**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2016**

	Individual Quarter		Cumulative Quarter	
	31 March 2016 RM'000	31 March 2015 RM'000	31 March 2016 RM'000	31 March 2015 RM'000
Revenue	23,505	23,587	23,505	23,587
Cost of sales	(20,357)	(20,271)	(20,357)	(20,271)
Gross profit	3,148	3,316	3,148	3,316
Other income	211	23	211	23
Expenses	(1,973)	(2,823)	(1,973)	(2,823)
Profit from operation	1,386	516	1,386	516
Finance costs	(802)	(1,318)	(802)	(1,318)
Profit / (Loss) before taxation	584	(802)	584	(802)
Income tax expense	(226)	(159)	(226)	(159)
Profit / (Loss) net of tax, representing total comprehensive income / (loss) for the period	358	(961)	358	(961)
Total comprehensive income/(loss) attributable to:				
- Equity holders of the Company	358	(961)	358	(961)
- Non-controlling interest	-	-	-	-
	358	(961)	358	(961)
Earnings/(Loss) per share (Sen) attributable to equity holders of the Company:				
- Basic	0.20	(0.53)	0.20	(0.53)
- Diluted	N/A	N/A	N/A	N/A

Notes:

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial statement.



UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2016

	Unaudited As at 31 March 2016 RM'000	Audited As at 31 December 2015 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	86,542	84,063
Prepaid lease payments	4,483	4,540
Deferred tax assets	22	22
	91,047	88,625
Current assets		
Inventories	81,960	78,904
Trade and other receivables	46,045	49,363
Tax recoverable	680	531
Cash and bank balances	9,875	11,947
	138,560	140,745
Total Assets	229,607	229,370
EQUITY AND LIABILITIES		
Share capital	90,000	90,000
Share premium	2,024	2,024
Merger reserve	3,643	3,643
Retained earnings	48,431	48,073
Total equity attributable to equity holders of the Company	144,098	143,740
Non-current liabilities		
Loans and borrowings	17,616	15,259
Deferred tax liabilities	8,209	8,257
	25,825	23,516
Current liabilities		
Trade and other payables	10,371	11,601
Amount due to Directors	128	59
Tax liabilities	159	119
Loans and borrowings	49,026	50,335
	59,684	62,114
Total liabilities	85,509	85,630
Total equity and liabilities	229,607	229,370
Net assets per share attributable to equity holders of the Company (RM)	0.80	0.80

Notes:

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



UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2016

	Share Capital RM'000	Non distributable Merger Reserve RM'000	Share Premium RM'000	Distributable Retained Earnings RM'000	Total RM'000
At 1 January 2016	90,000	2,024	3,643	48,073	143,740
Total comprehensive loss for the period	-	-	-	358	358
At 31 March 2016	90,000	2,024	3,643	48,431	144,098

Note:

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2016

	Current Year to Date 31 March 2016 RM'000	Preceding Year Corresponding Period 31 March 2015 RM'000
Cash Flows from Operating Activities		
Profit / (Loss) before tax	584	(802)
Adjustments for:		
Amortisation of prepaid lease payments	57	57
Depreciation of property, plant and equipment	2,094	2,279
Written off of property, plant and equipment	13	-
Finance costs	802	1,318
Unrealised foreign exchange loss	75	564
Operating profit before changes in working capital	3,625	3,416
Changes in working capital:		
Inventories	(3,057)	(6,626)
Trade and other receivables, deposits and prepayments	3,083	1,452
Trade and other payables	(874)	(912)
Amount due to Directors	69	19
Cash generated from / (used in) operations	2,846	(2,651)
Income tax paid, net of refund	(383)	(422)
Interest (paid) / received	(351)	1
Net cash from / (used in) operating activities	2,112	(3,072)
Cash Flows from Investing Activities		
Acquisition of property, plant and equipment	(4,585)	(1,469)
Interest paid on land premium payable	-	(842)
Net cash used in investing activities	(4,585)	(2,311)
Cash Flows from Financing Activities		
Proceeds from borrowings	20,498	24,697
Repayment of borrowings	(19,179)	(20,891)
Repayment of finance leases	(20)	(22)
Interest paid	(451)	(477)
Net cash from financing activities	848	3,307
Net decrease in cash and cash equivalents	(1,625)	(2,076)
Effect of exchange rate fluctuations on cash held and bankers acceptances	(196)	(564)
Cash and cash equivalents at beginning of period	(1,678)	(12,662)
Cash and cash equivalents at end of period	(3,499)	(15,302)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2016 (CONTINUED)**

	Current Year to Date 31 March 2016 RM'000	Preceding Year Corresponding Period 31 March 2015 RM'000
Cash and cash equivalents at end of period comprises:		
Cash and bank balances	9,875	4,956
Bank overdrafts	(13,374)	(20,258)
	<u>(3,499)</u>	<u>(15,302)</u>

Note:

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015 and the accompanying explanatory notes attached to this interim financial statement.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2016

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

A1. Significant Accounting Policies and Basis of Preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard 134 (“MFRS 134”): Interim Financial reporting and Appendix 9B part A of paragraph 9.22 of the Main Market Listing Requirements (“Listing Requirements”) of Bursa Malaysia Securities Berhad (“Bursa Securities”). The condensed consolidated interim financial statements also comply with IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board.

The audited financial statements of the Group for the year ended 31 December 2015 were prepared in accordance with Malaysian Financial Reporting Standards (MFRS). The significant accounting policies adopted in preparing these condensed consolidated interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2015.

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 Company and its subsidiaries since the financial year ended 31 December 2015.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the explanatory notes attached to this interim financial statement.

A2. Auditors’ Report on Preceding Annual Financial Statements

The Auditors’ Reports on the financial statements of the Company and its subsidiaries for the financial year ended 31 December 2015 were not qualified.

A3. Changes in estimates

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

A4. Item of unusual nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the three months ended 31 March 2016.

A5. Seasonality of operations

The operations of the Group are not seasonal in nature.

A6. Debts and Equity Securities

There was no issuance, cancellation, repurchase, resale or repayment of debt and equity securities in the current quarter.

A7. Dividends

There were no dividends proposed or declared for the current quarter under review.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2016

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

A8. Segment information

The Group has two reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer similar products and services, but are managed separately because they require different marketing strategies.

- Manufacturing - Includes manufacturing and distributions of batteries.
- Marketing - Includes marketing and retailing of batteries and lubricants.

There has been no material change in total assets and no differences in the basis of segmentation or in the basis of measurement of segment profit or loss as compared to the last annual financial statements.

	Manufacturing RM'000	Marketing RM'000	Total RM'000
<i>As At 31 March 2016</i>			
Segment profit	35	578	613
Included in the measure of segment profit are:			
Revenue from external customers	16,697	6,808	23,505
Inter-segment revenue	6,460	-	6,460
Amortisation	(57)	-	(57)
Depreciation	(2,034)	(35)	(2,069)
Finance costs	(779)	(7)	(786)
<i>Not included in the measure of segment profit but provided to Executive Chairman are:</i>			
Tax expense	(75)	(157)	(232)



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2016

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

A8. Segment information (Continued)

	Manufacturing RM’000	Marketing RM’000	Total RM’000
<i>As At 31 March 2015</i>			
Segment (loss)/profit	(1,002)	141	(861)
Included in the measure of segment (loss)/profit are:			
Revenue from external customers	15,994	7,593	23,587
Inter-segment revenue	5,704	-	5,704
Amortisation	(57)	-	(57)
Depreciation	(2,215)	(39)	(2,254)
Finance costs	(1,442)	(13)	(1,455)
<i>Not included in the measure of segment (loss)/profit but provided to Executive Chairman are:</i>			
Tax expense	(74)	(70)	(114)

A9. Property, plant and equipment

During the current financial quarter, the Group acquired assets at cost of RM4.58 million (31 March 2015: RM1.5 million).

A10. Material Events Subsequent to the End of the Interim Period

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



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2016

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

A11. Changes in the Composition of the Group

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

A12. Commitments

The capital commitments of the Group as at 31 March 2016 are as follows:

	As at 31 March 2016 RM'000
Commitments in respect of capital expenditure:	
- Approved but not contracted for	4,583
- Approved and contracted for	989
	<hr/> <hr/> 5,572

A13. Contingencies

There were no contingencies as at the end of the current financial quarter.

A14. Significant Related Party Transaction

There were no significant related party transactions during the current financial quarter.

A15. Disclosure of derivatives

There were no outstanding derivatives as at the end of the current financial quarter.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2016

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

B1. Performance Review

Current quarter against corresponding quarter in prior year

The Group achieved revenue of RM23.51 million and recorded a profit before tax of RM0.58 million for the current quarter as compared to revenue of RM23.59 million and loss before tax of RM0.80 million for the corresponding quarter in prior year.

The increase in profit before tax for the current quarter as compare to the corresponding quarter in prior year is mainly due to the foreign exchange losses incurred in prior year as a result of the weakening of Ringgit Malaysia (“RM”) against USD. Also, there was an interest expense of approximately RM0.8 million in relation to the final instalment of land premium paid in the corresponding quarter in prior year.

B2. Comment on Material Change in Profit before Taxation Against Immediate Preceding Quarter

The Group achieved revenue of RM23.51 million and recorded a profit before tax of RM0.58 million for the current quarter as compare to revenue of RM33.08 million and profit before tax RM3.44 million for immediate preceding quarter.

The decrease in revenue for the current quarter is mainly due to lower sales volume and hence results in the decrease in profit before tax for the current quarter as compare to the immediate preceding quarter.

B3. Commentary on Prospects

The Group expects to continue to face the challenging economic and business environment in the coming quarters. The global economic downturns, stiff competitions, fluctuations in lead prices and volatility of foreign currency exchange rate will affect the Group’s overall performance. Nonetheless, the Group is confident that through continuous improvement in the products and services, efficiencies in production and expanding customer base, the Group will able to weather the challenges ahead.

B4. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee for the current quarter.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2016

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

B5. Profit before Tax

Included in the profit before tax are the following items:

	Current Quarter 3 Months Ended		Cumulative Quarter 3 Months Ended	
	31 March 2016 RM'000	31 March 2015 RM'000	31 March 2016 RM'000	31 March 2015 RM'000
Profit/(Loss) for the period derived at after charging and crediting:				
Amortisation of prepaid lease payments	57	57	57	57
Depreciation of property, plant and machinery	2,094	2,279	2,094	2,279
Rental of premises - expenses	21	16	21	16
Written off of property, plant and equipment	13	-	13	-
Interest expense	802	1,318	802	1,318
Foreign exchange (gain)/loss:				
- realized	(323)	325	(323)	325
- unrealised	75	564	75	564
Rental of premises - income	(24)	(22)	(24)	(22)

B6. Income Tax Expense

	Current Quarter 3 Months Ended		Cumulative Quarter 3 Months Ended	
	31 March 2016 RM'000	31 March 2015 RM'000	31 March 2016 RM'000	31 March 2015 RM'000
Current tax	273	165	273	165
Deferred tax	(47)	(6)	(47)	(6)
Tax expense	226	159	226	159

The effective tax rate for the current interim period is slightly higher than the statutory tax rate principally due to certain expenses which are not deductible for tax purposes.



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2016

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

B7. Loans and Borrowings

Total Group borrowings as at 31 March 2016 were as follows:

	As at 31 March 2016 RM'000
Current	
- Secured	49,026
- Unsecured	-
	<hr/> 49,026 <hr/>
Non-current	
- Secured	17,616
	<hr/> 66,642 <hr/>
Total Borrowings	<hr/> 66,642 <hr/>

Note:

The Group's short term borrowings comprised mainly banks overdrafts and trade lines for working capital purpose.

Included in the short-term borrowings are amounts of RM2.68 million denominated in USD as at 31 March 2016.

B8. Material Litigation

There was no material litigation against the Group.

B9. Dividend

There were no dividends proposed or declared for the current quarter under review.

B10. Earnings per Share

Basic earnings/(loss) per share are calculated by dividing profit/(loss) for the period, net of tax, attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the period.

The Company has no potential ordinary shares in issue as at 31 March 2016. As such, the fully diluted earnings per share of the Company are equivalent to the basic earnings per share.

	Current Quarter 3 Months Ended		Cumulative Quarter 3 Months Ended	
	31 March 2016	31 March 2015	31 March 2016	31 March 2015
Profit/(Loss) attributable to equity holders of the Company (RM'000)	358	(961)	358	(961)
Weighted average number of ordinary share in issuance ('000)	180,000	180,000	180,000	180,000
Basic earnings/(loss) per share (Sen)	0.20	(0.53)	0.20	(0.53)
Diluted	N/A	N/A	N/A	N/A



UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2016

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

B11. Disclosures of Gains/Losses Arising from Fair Value Changes of Financial Liabilities

The Group did not have any financial liabilities measures at fair value through profit or loss as at 31 March 2016.

B12. Breakdown of Realised and Unrealised Profits or Losses

The breakdown of the retained profits of the Group as at 31 March 2016 and 31 December 2015 into realised and unrealised profits /(losses) is as follows:

	31 March 2016 RM'000	31 December 2015 RM'000
Total retained earnings of the Company and its subsidiaries:		
- Realised	59,303	57,472
- Unrealised	(8,285)	(6,889)
	51,018	50,583
Less: Consolidation adjustments	(2,587)	(2,510)
Total retained earnings	48,431	48,073

B13. Authorised for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 24 May 2016.