

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 September 2013**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

*(The figures have not been audited)*

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	30.09.2013 RM'000	30.09.2012 RM'000	30.09.2013 RM'000	30.09.2012 RM'000
Revenue	52,194	53,740	142,116	150,048
<b>Results from operating activities</b>	7,317	5,746	16,155	15,044
Finance costs	(176)	(398)	(646)	(941)
Finance income	5	82	154	272
Net finance costs	(171)	(316)	(492)	(669)
<b>Profit before tax</b>	7,146	5,430	15,663	14,375
Tax expense	(1,645)	(971)	(3,920)	(3,792)
<b>Profit for the period</b>	5,501	4,459	11,743	10,583
<b>Other comprehensive income, net of tax</b>				
Foreign currency translation differences for foreign operations	120	(4)	120	65
Changes in ownership interests in subsidiary	-	(151)	-	(151)
Total other comprehensive income for the period	120	(155)	120	(86)
<b>Total comprehensive income for the period</b>	5,621	4,304	11,863	10,497

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 September 2013**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (continued)**

*(The figures have not been audited)*

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	30.09.2013 RM'000	30.09.2012 RM'000	30.09.2013 RM'000	30.09.2012 RM'000
<b>Profit attributable to:</b>				
Owners of the parent	5,494	4,450	11,636	10,541
Non-controlling interests	7	9	107	42
	<u>5,501</u>	<u>4,459</u>	<u>11,743</u>	<u>10,583</u>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	5,602	4,447	11,744	10,600
Non-controlling interests	19	(143)	119	(103)
	<u>5,621</u>	<u>4,304</u>	<u>11,863</u>	<u>10,497</u>
<b>Earnings per share:</b>				
- Basic (sen)	<u>4.23</u>	<u>3.65</u>	<u>8.95</u>	<u>8.64</u>
- Diluted (sen)	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

*(The unaudited Condensed Consolidated Statements of Profit or loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 September 2013**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

*(The figures have not been audited)*

	(Unaudited) 30.09.2013 RM'000	(Audited) 31.12.2012 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Plant and equipment	8,372	8,568
Intangible assets	2,523	2,714
Investment properties	191	193
Other investments	10	10
Deferred tax assets	1,937	1,665
<b>Total non-current assets</b>	13,033	13,150
<b>Current assets</b>		
Inventories	39,245	40,947
Trade and other receivables	81,440	66,675
Deposits and prepayments (including derivative)	1,282	1,254
Cash and cash equivalents	24,028	35,437
	145,995	144,313
Assets classified as held for sale	215	-
<b>Total current assets</b>	146,210	144,313
<b>TOTAL ASSETS</b>	<b>159,243</b>	<b>157,463</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	65,000	65,000
Reserves	45,266	38,072
Total equity attributable to owners of the Company	110,266	103,072
Non-controlling interests	564	445
<b>TOTAL EQUITY</b>	<b>110,830</b>	<b>103,517</b>

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 September 2013**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)**

*(The figures have not been audited)*

	Note	(Unaudited) 30.09.2013 RM'000	(Audited) 31.12.2012 RM'000
<b>EQUITY AND LIABILITIES</b>			
<b>(continued)</b>			
<b>Non-current liabilities</b>			
Loans and borrowings	B7	528	364
Deferred tax liabilities		501	381
<b>Total non-current liabilities</b>		1,029	745
<b>Current liabilities</b>			
Loans and borrowings	B7	11,603	16,962
Trade and other payables (including derivative)		32,498	33,422
Deferred income		2,437	2,765
Current tax liabilities		846	52
<b>Total current liabilities</b>		47,384	53,201
<b>TOTAL LIABILITIES</b>		48,413	53,946
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>159,243</b>	<b>157,463</b>
<b>Net assets per share attributable to equity holders of the Company (RM)</b>		0.85	0.80

*(The unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 September 2013**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

*(The figures have not been audited)*

	<u>Non-Distributable</u>			<u>Distributable</u>			
	Share Capital RM'000	Share Premium RM'000	Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
<b><u>9 Months Period Ended</u></b>							
<b><u>30 September 2013</u></b>							
At 1 January 2013	65,000	4,302	126	33,644	<b>103,072</b>	445	<b>103,517</b>
Total comprehensive income	-	-	108	11,636	<b>11,744</b>	119	<b>11,863</b>
Dividend to owners of the Company	-	-	-	(4,550)	<b>(4,550)</b>	-	<b>(4,550)</b>
At 30 September 2013	<u>65,000</u>	<u>4,302</u>	<u>234</u>	<u>40,730</u>	<b><u>110,266</u></b>	<u>564</u>	<b><u>110,830</u></b>
<b><u>9 Months Period Ended</u></b>							
<b><u>30 September 2012</u></b>							
At 1 January 2012	53,500	-	62	23,756	<b>77,318</b>	550	<b>77,868</b>
Total comprehensive income	-	-	59	10,541	<b>10,600</b>	(103)	<b>10,497</b>
Dividend to owners of the Company	-	-	-	(3,900)	<b>(3,900)</b>	-	<b>(3,900)</b>
Dividend to minority interests	-	-	-	(8)	<b>(8)</b>	-	<b>(8)</b>
Share issue	11,500	5,980	-	-	<b>17,480</b>	-	<b>17,480</b>
Share issue expenses	-	(1,689)	-	-	<b>(1,689)</b>	-	<b>(1,689)</b>
At 30 September 2012	<u>65,000</u>	<u>4,291</u>	<u>121</u>	<u>30,389</u>	<b><u>99,801</u></b>	<u>447</u>	<b><u>100,248</u></b>

*(The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.)*

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 September 2013**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

*(The figures have not been audited)*

	<b>9 Months Period Ended</b>	
	<b>30.09.2013</b>	<b>30.09.2012</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	15,663	14,375
Adjustments for:		
Amortisation of investment properties	4	2
Amortisation of development costs	187	140
Allowance for / (reversal of) foreseeable losses	231	(59)
Allowance for diminution in value of other investment	1	-
Allowance for liquidated and ascertained damages	130	-
Depreciation of plant and equipment	980	892
Gain on disposal of property and equipment	(9)	-
Goodwill written off	161	-
Fair value loss on forward exchange contracts	33	-
Finance costs	646	941
Finance income	(154)	(272)
Plant and equipment written off	6	8
Unrealised foreign exchange gain	(348)	(136)
	17,531	15,891
Operating profit before working capital changes		
Changes in working capital:		
Changes in inventories	1,749	(4,885)
Changes in trade and other receivables, deposits and prepayments	(15,036)	(13,266)
Changes in trade and other payables and deferred income	(1,351)	3,794
	2,893	1,534
Cash generated from operations		
Income tax paid	(3,280)	(3,086)
Interest paid	(618)	(904)
Interest received	154	272
	(851)	(2,184)
<b>Net cash used in operating activities</b>		
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Increased in deposits placed with licensed banks, net	-	2,270
Proceeds from disposal of plant and equipment	29	8
Proceeds from disposal of investment property	-	263
Purchase of plant and equipment	(809)	(1,022)
Increased in development costs	(156)	(661)
	(936)	858
<b>Net cash (used in) / generated from investing activities</b>		

**Interim Financial Report on Consolidated Results for the Financial Quarter Ended 30 September 2013**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (continued)**

*(The figures have not been audited)*

	<b>9 Months Period Ended</b>	
	<b>30.09.2013</b>	<b>30.09.2012</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Repayment of) / proceeds from loans and borrowings	(4,195)	7,714
Proceeds from issuance of shares	-	15,791
Repayment of finance lease liabilities	(277)	(316)
Dividends paid to owners of the Company	(4,550)	(3,900)
Dividends paid to minority interests	-	(8)
Interest paid	(28)	(37)
	<hr/>	<hr/>
<b>Net cash (used in) / generated from financing activities</b>	<b>(9,050)</b>	<b>19,244</b>
	<hr/>	<hr/>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(10,837)</b>	<b>17,918</b>
<b>Foreign exchange differences on cash held</b>	<b>152</b>	<b>(116)</b>
<b>Cash and cash equivalents at beginning of the financial period</b>	<b>34,439</b>	<b>9,948</b>
	<hr/>	<hr/>
<b>Cash and cash equivalents at end of the financial period</b>	<b>23,754</b>	<b>27,750</b>
	<hr/> <hr/>	<hr/> <hr/>
Cash and cash equivalents included in the statements of cash flows comprise:-		
Cash and bank balances	20,407	23,707
Deposit	3,621	5,036
Bank overdrafts	(274)	(993)
	<hr/>	<hr/>
	<b>23,754</b>	<b>27,750</b>
	<hr/> <hr/>	<hr/> <hr/>

*(The unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.)*

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”)**

---

**A1. Basis of Preparation**

The unaudited interim financial statements for the period ended 30 September 2013, have been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standard Board (“MASB”) and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The unaudited interim financial statements should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 December 2012. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2012.

The Group has adopted the Malaysia Financial Reporting Standards (“MFRS”) framework issued by MASB with effect from 1 January 2012.

At the date of issuance of this unaudited interim financial statements, the MFRSs, amendments to MFRSs and IC Interpretation have been issued by MASB but not yet effective are as listed below:

<i>MFRSs, Amendments to MFRSs and IC Interpretation</i>	<i>Effective for annual periods beginning on or after</i>
- Amendments to MFRS 10, <i>Consolidated Financial Statements: Investment Entities</i>	1 January 2014
- Amendments to MFRS 12, <i>Disclosure of Interest in Other Entities: Investment Entities</i>	1 January 2014
- Amendment to MFRS 136, <i>Recoverable Amount Disclosure for Non-Financial Assets</i>	1 January 2014
- Investment to MFRS 127, <i>Separate Financial Statements (2011): Investment Entities</i>	1 January 2014
- Amendments to MFRS 132, <i>Financial Instruments: Presentation – Offsetting Financial Assets and Financial Liabilities</i>	1 January 2014
- IC Interpretation 21, <i>Levies</i>	1 January 2014
- MFRS 9 <i>Financial Instruments</i> (IFRS 9 issued by IASB in November 2009)	1 January 2015
- MFRS 9 <i>Financial Instruments</i> (IFRS 9 issued by IASB in October 2010)	1 January 2015
- Amendments to MFRS 7, <i>Financial Instruments: Disclosures – Mandatory Effective Date of MFRS 9 and Transition Disclosures</i>	1 January 2015



**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

---

**A2. Auditors’ Report on Preceding Annual Financial Statements**

There was no qualification in the audit report of the preceding annual financial statements.

**A3. Seasonality or Cyclical Factors**

Save for certain business activities which are project based, our Group does not experience any material seasonality.

**A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

During the current financial quarter under review, there were no items or events that arose, which affected assets, liabilities, equity, net income or cash flows, that are unusual by reason of their nature, size or incidence.

**A5. Nature and Amount of Changes in Estimates**

There were no material changes in estimates during the financial quarter under review.

**A6. Debts and Securities**

There were no issuances, cancellations, repurchases and repayments of debt and equity securities for the current financial quarter under review.

**A7. Dividends Paid and Distributed**

A first and final dividend in respect of the financial year ended 31 December 2012 of 3.5 sen per ordinary share under the single tier system amounting to RM4.55 million was paid on 30 July 2013.

**A8. Segmental Information**

Segment information in respect of the Group’s business activities for the current period year to date ended 30 September 2013.

	<b>Turnover RM’000</b>	<b>Profit before Tax RM’000</b>
Marketing and Distribution	57,191	5,814
Manufacturing	73,335	7,361
Services	11,590	2,488
Reportable segment	142,116	15,663

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

---

**A9. Subsequent Material Event**

There were no material events subsequent to the end of current financial quarter other than as mentioned below:

The Company through a 100% owned subsidiary, EITA Elevator (Malaysia) Sdn. Bhd., had on 22 October 2013 entered into a Sale & Purchase Agreement with Coramax Sdn. Bhd. to acquire a parcel of property with vacant possession identified as Parcel No. A13-01 within storey No. 13 of Type C-6, Block 3 at the housing development known as Jazz Suites, Kuching, Sarawak measuring in area of approximately 846 square feet for a total purchase consideration of RM443,000.

The Board of Directors of the Company had on 26 November 2013 announced that the Company through a 100% owned subsidiary, Furutec Electrical Sdn. Bhd., had on 26 November 2013 entered into a Sale & Purchase Agreement with Ving Kheong Trading (K.L.) Sdn. Bhd. to acquire a piece of leasehold land held under H S (D) 32184, No. PT 293, Mukim 13, Daerah Seberang Perai Tengah, Negeri Pulau Pinang, measuring in area approximately 1.224 hectares together with a factory building erected thereon known as Plot 89, Lorong Perindustrian Bukit Minyak 11, Kawasan Perindustrian Bukit Minyak, MK.13, 14100 Seberang Perai Tengah, Penang for a total purchase consideration of RM12,688,000.

**A10. Changes in the Composition of the Group**

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

**A11. Capital Commitments**

Outstanding commitments in respects of capital expenditure for the Group at reporting date not provided for in the financial statements are:

	<b>RM'000</b>
Balance purchase consideration on acquisition of plant and equipment	<u>2,568</u>

**A12. Changes in Contingent Liabilities**

Corporate guarantee given by the Company to secure banking facilities granted to subsidiaries:

	<b>RM'000</b>
At 01.01.2013	91,631
Increase in borrowing facilities	9,030
At 30.09.2013	<u>100,661</u>

	<b>RM'000</b>
Performance guarantee given by subsidiaries for performance of contracts issued to third parties:	
At 01.01.2013	5,137
Addition	534
At 30.09.2013	<u>5,671</u>

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134 (“MFRS 134”) (continued)**

**A13. Significant Related Party Transactions**

The Group has the following significant transactions with the related parties during the financial quarter under review:

<b>Company</b>	<b>Relationship</b>
Tenaga Semesta (M) Sdn Bhd (“TS”)	A company in which a director and substantial shareholder is the brother of the Group Managing Director, Mr. Fu Wing Hoong.
CTL Automation Sdn Bhd (“CTL”)	A company in which two (2) of the directors and substantial shareholders are the brother and sister-in-law of the Executive Director, Mr. Lim Joo Swee respectively.
Platinum Group	A group of companies in which a director and substantial shareholder is the brother-in-law of the Executive Director, Mr. Lee Peng Sian.

	<b>Cumulative Financial Quarter Ended</b>	
	<b>30.09.2013 RM’000</b>	<b>30.09.2012 RM’000</b>
<u>Tenaga Semesta (M) Sdn. Bhd. (“TS”)</u>		
- Sales of power equipment	*	24
- Purchase of electrical equipment, mechanical and engineering works and supply, installation, testing and commissioning of electrical works	(5)	(125)
<u>CTL Automation Sdn Bhd (“CTL”)</u>		
- Repairs and purchase of elevators parts	(331)	(336)
<u>Platinum Group</u>		
- Sales of power equipment, supply, install, testing and commissioning of electrical work and equipment, and maintenance of elevator	292	1,003

Note:

\* Denote less than RM1,000

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B)**

**B1. Review of Performance for the Current Quarter and Financial Year To-Date**

	Individual Financial			Cumulative Financial		
	Quarter Ended	Quarter Ended	%	Quarter Ended	Quarter Ended	%
	30.09.2013	30.09.2012	change	30.09.2013	30.09.2012	change
	RM'000	RM'000		RM'000	RM'000	
<b>Revenue</b>						
Marketing and Distribution	18,547	22,961	(19.2%)	57,191	67,761	(15.6%)
Manufacturing	29,536	25,625	15.3%	73,335	66,227	10.7%
Services	4,111	5,154	(20.2%)	11,590	16,060	(27.8%)
<b>Total</b>	<b>52,194</b>	<b>53,740</b>	<b>(2.9%)</b>	<b>142,116</b>	<b>150,048</b>	<b>(5.3%)</b>
<b>Profit before Tax ("PBT")</b>						
Marketing and Distribution	2,130	2,789	(23.6%)	5,814	8,089	(28.1%)
Manufacturing	4,385	2,239	95.8%	7,361	5,078	45.0%
Services	631	405	55.8%	2,488	2,293	8.5%
<b>Total</b>	<b>7,146</b>	<b>5,433</b>	<b>31.5%</b>	<b>15,663</b>	<b>15,460</b>	<b>1.3%</b>

**Reconciliation of reportable segment profit or loss**

	Individual Financial	Cumulative Financial
	Quarter Ended	Quarter Ended
	30.09.2012	30.09.2012
	RM'000	RM'000
Total profit for reportable segments	5,433	15,460
- Listing expenses	(3)	(1,085)
<b>Consolidated profit before tax</b>	<b>5,430</b>	<b>14,375</b>

The total revenue of the Group for the current quarter decreased by RM1.55 million or 2.9% as compared to the preceding year corresponding quarter due to lower sales in Marketing and Distribution and Services segments.

Cumulatively, the Group revenue decreased by RM7.93 million or 5.3% as compared to the preceding corresponding period mainly due to lower sales in Marketing and Distribution segments.

The total PBT of the Group for the current quarter increased by RM1.71 million or 31.5% despite lower revenue recorded mainly due to higher profit margins recorded by Manufacturing segment.

Cumulatively, the Group PBT increased by RM0.20 million or 1.3% despite lower revenue recorded.

In connection with the listing of the company on the Main Market of Bursa Securities in April 2012, the group incurred RM1.08 million in relation to the listing expenses for the preceding year corresponding period. Therefore the cumulative consolidated PBT of the Group was RM14.38 million.

Comparing the Group current period's cumulative PBT of RM15.66 million against the cumulative consolidate PBT of RM14.38 million, there was an increase of RM1.28 million or 8.9%.

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

**B1. Review of Performance for the Current Quarter and Financial Year To-Date (Cont'd)**

(i) Marketing and Distribution Segment

Current quarter revenue decreased by RM4.41 million or 19.2% mainly due to lower sales from power distribution equipment and electrical and electronics components.  
Cumulative revenue decreased by RM10.57 million or 15.6% for the same reason.

Current quarter PBT decreased by RM0.66 million or 23.6% corresponding to the lower revenue.

Cumulative PBT decreased by RM2.28 million or 28.1% for the same reason.

(ii) Manufacturing Segment

Current quarter revenue increased by RM3.91 million or 15.3% mainly due to higher revenue from elevator projects.

Cumulatively, revenue increased by RM7.11 million or 10.7% mainly contributed by busduct and elevator projects.

Current quarter PBT increased by RM2.15 million or 95.8% in tandem with higher revenue.

Cumulative PBT increased by RM2.28 million or 45.0% for the same reason.

(iii) Service Segment

Current quarter revenue decreased by RM1.04 million or 20.2% mainly due to lesser project execution of electrical and security systems.

Cumulative revenue decreased by RM4.47 million or 27.8% for the same reason.

However, current quarter PBT increased by RM0.23 million or 55.8% mainly contributed by elevators maintenance contracts.

Cumulative PBT increased by RM0.20 million or 8.5% for the same reason.

**B2. Review of Current Quarter Performance against Preceding Quarter**

	<b>Individual Financial Quarter Ended</b>		<b>% change</b>
	<b>30.09.2013 RM'000</b>	<b>30.06.2013 RM'000</b>	
<b>Revenue</b>			
Marketing and Distribution	18,547	20,830	(11.0%)
Manufacturing	29,536	22,239	32.8%
Services	4,111	3,768	9.1%
Total	52,194	46,837	11.4%
<b>Profit before Tax ("PBT")</b>			
Marketing and Distribution	2,130	1,559	36.6%
Manufacturing	4,385	1,612	172.0%
Services	631	1,440	(56.2%)
Total	7,146	4,611	55.0%

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

---

**B2. Review of Current Quarter Performance against Preceding Quarter (Cont'd)**

The total revenue of the Group for the current quarter increased by RM5.36 million or 11.4% against preceding quarter mainly contributed by Manufacturing segments.

The total PBT of the Group for the current quarter increased by RM2.54 million or 55.0% corresponding to the increase in revenue.

(i) Marketing and Distribution Segment

Revenue decreased by RM2.28 million or 11.0% mainly due to lower sales from power distribution equipment as well as electrical and electronics components sales.

Current quarter PBT however, increased by RM0.57 million or 36.6% mainly due to higher sales of higher margin product from different product mix.

(ii) Manufacturing Segment

Current quarter revenue increased by RM7.30 million or 32.8% mainly contributed by elevator projects and busduct.

Current quarter PBT increased by RM2.77 million or 172.0% for the same reason.

(iii) Services Segment

Current quarter revenue increased by RM0.34 million or 9.1% mainly contributed by projects execution of electrical and security systems.

However, current quarter PBT decreased by RM0.81 million or 56.2% mainly due to lower contribution from elevator repair sales.

**B3. Commentary on Prospects**

The Group's order book for elevator projects and busduct has been relatively stable and barring any foreseen circumstances, the Board of Directors of the Company is optimistic on the Group's performance and expects the Group to deliver satisfactory results for the financial year ending 30 September 2014.

**B4. Profit Forecast**

Profit forecast was not provided.

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

**B5. Tax Expense**

	<b>Individual Financial Quarter Ended 30.09.13 RM'000</b>	<b>Cumulative Financial Quarter Ended 30.09.13 RM'000</b>
<b>Current tax expense</b>		
Malaysia	1,852	3,995
Overseas	(3)	76
	1,849	4,071
<b>Deferred tax expense</b>		
Origination and reversal of temporary differences	(204)	(151)
	1,645	3,920

**B6. Status of Corporate Proposals Announced**

(a) Status of Corporate Proposal Announced but Not Completed

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

(b) Utilisation of Proceeds Raised From Corporate Exercise

The Initial Public Offering ("IPO") consisted of 23.0 million new ordinary shares of RM0.50 each ("EITA shares") and offer for sale of 17.0 million EITA shares at an issue price of RM0.76. The IPO raised proceeds of RM17.48 million for the Company ("IPO Proceeds").

As at 30 September 2013, the status of utilisation of proceeds is as follow:

<b>Description of Utilisation</b>	<b>Time Frame for Utilisation</b>	<b>Proposed Utilisation RM'000</b>	<b>Actual Utilisation RM'000</b>	<b>Balance RM'000</b>	<b>Re- allocation RM'000</b>
(i) Expansion and improvements of manufacturing and business facilities	Within 36 months	8,851	2,412	6,439	-
(ii) Expansion in R&D	Within 24 months	3,750	1,017	2,733	-
(iii) Working capital	Within 12 months	2,079	2,127	-	48
(iv) Estimated listing expenses	Immediate	2,800	2,752	-	(48)
<b>Total Public Issue Proceeds</b>		17,480	8,308	9,172	-

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

**B7. Group Borrowings**

The Group borrowings as at 30 September 2013 were as follow:-

	<b>Cumulative Financial Quarter Ended</b>	
	<b>30.09.13 RM'000</b>	<b>30.09.12 RM'000</b>
<b>Non-current</b>		
Term loans – secured	-	42
Finance lease liabilities	528	434
	528	476
<b>Current</b>		
Bank overdrafts – unsecured	274	993
Bills payable – unsecured	10,997	19,057
Finance lease liabilities	332	364
	11,603	20,414
Total group borrowing	12,131	20,890

**B8. Change in Material Litigations**

There were no outstanding material litigations as at the date of this report.

**B9. Proposed Dividend**

At the forthcoming Annual General Meeting, a first and final dividend in respect of the financial year ended 30 September 2013 of 3.0 sen per ordinary share under the single tier system amounting to RM3.9 million will be proposed for shareholders' approval.



**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

**B10. Earnings per Ordinary Share**

**(a) Basic earnings per ordinary share (“EPS”)**

The calculation of EPS was based on the profit attributable to ordinary shareholders and a weighted average number of ordinary shares in issue during the financial period calculated as follows:

	Individual Financial Quarter Ended		Cumulative Financial Quarter Ended	
	30.09.13	30.09.12	30.09.13	30.09.12
Profit for the period attributable to owners (RM'000)	5,494	4,450	11,636	10,541
Weighted average number of ordinary shares in issue ('000)	130,000	122,025	130,000	122,025
Basic EPS (sen)	<u>4.23</u>	<u>3.65</u>	<u>8.95</u>	<u>8.64</u>
Issued ordinary shares at 1 January ('000)				107,000
Effect on bonus issue ('000)				-
Effect on public issue ('000)				<u>15,025</u>
Weighted average number of ordinary shares at 30 Sep ('000)				<u><u>122,025</u></u>

**(b) Diluted EPS**

The Group did not issue any financial instruments, convertible securities and / or other contracts that may entitle its holders to new ordinary shares and therefore dilute its basic earnings per share.

**B11. Financial Instruments**

Outstanding derivatives as at 30 September 2013 is as follow:

Type of derivatives	Contract / Notional Value RM'000	Fair Value Through Profit or Loss RM'000
Less than 1 year:-		
Forward exchange contract-buy	<u>6,296</u>	<u>(39)</u>

There are no changes to policies related to financial instruments since last financial year.

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

**B12. Realised and Unrealised Retained Earnings**

	<b>As At 30.09.13 RM'000</b>	<b>As At 31.12.12 RM'000</b>
Total retained profits of the Company and its subsidiaries:		
- Realised	44,512	36,645
- Unrealised	1,790	2,233
	<u>46,302</u>	<u>38,878</u>
Less: Consolidation adjustments	(5,572)	(5,233)
The retained earnings as per condensed consolidated financial statements	<u>40,730</u>	<u>33,645</u>

**B13. Notes to Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income**

	<b>Individual Financial Quarter Ended</b>		<b>Cumulative Financial Quarter Ended</b>	
	<b>30.09.13 RM'000</b>	<b>30.09.12 RM'000</b>	<b>30.09.13 RM'000</b>	<b>30.09.12 RM'000</b>
<b>Profit for the period is arrived after charging / (crediting):</b>				
Other income including investment income	-	(314)	-	(1,065)
Allowance for diminution in value of other investment	*	-	*	-
Bad debts written off	334	-	574	-
Bad debts recovered	(83)	-	(83)	-
Depreciation and amortisation	409	366	1,171	1,034
(Reversal of) / provision for allowance for doubtful debts	(897)	33	(897)	918
(Reversal of) / provision for or write off of inventories	(232)	98	80	349
Gain on disposal of quoted or unquoted investments or properties	-	8	-	(79)
Gain on disposal of plant and equipment	-	-	(9)	-
Impairment of assets	-	6	-	8
Foreign exchange loss / (gain)	658	(202)	178	116
Plant and equipment written off	-	-	6	-
Goodwill written off	15	-	161	-
Allowance for foreseeable loss	266	181	231	12
Listing expenses	-	3	-	1,085
Fair value changes on forward exchange contracts	(1)	2	33	2

Note:

\* Denote less than RM1,000



**EITA RESOURCES BERHAD**  
(Company No.: 398748-T)

**B. EXPLANATORY NOTES AS PER MAIN MARKET LISTING REQUIREMENTS  
(APPENDIX 9B) (continued)**

---

**B14. Authority for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated 26 November 2013.