



# DOLPHIN INTERNATIONAL BERHAD (1001521-X)

## QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 MONTHS PERIOD ENDED		9 MONTHS PERIOD ENDED	
	30 SEPTEMBER 2015	30 SEPTEMBER 2014	30 SEPTEMBER 2015	30 SEPTEMBER 2014
	RM'000	RM'000	RM'000	RM'000
Revenue	19,156	N/A	43,242	N/A
Cost of sales	(13,515)	N/A	(31,213)	N/A
Gross Profit	5,641	N/A	12,029	N/A
Other income	99	N/A	3,028	N/A
Administrative expenses	(3,380)	N/A	(11,159)	N/A
Profit from operations	2,360	N/A	3,898	N/A
Finance costs	(696)	N/A	(1,966)	N/A
Profit before tax	1,664	N/A	1,932	N/A
Income tax expenses	(853)	N/A	(1,483)	N/A
Profit for the period	811	N/A	449	N/A
<b>Profit / (Loss) attributable to:</b>				
Owners of the Company	824	N/A	461	N/A
Non-controlling interests	(13)	N/A	(12)	N/A
	811	N/A	449	N/A

### Earnings per share attributable to Owners of the Company

- Basic (sen)	B10	0.37	N/A	0.33	N/A
- Diluted (sen)	B10	N/A	N/A	N/A	N/A

#### Notes:

(1) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Proforma Consolidated Financial Information and Accountants' Report for the financial year ended ("FYE") 31 December 2014 as disclosed in the Prospectus of the Company dated 20 May 2015 and the accompanying explanatory notes as attached to this interim financial statements.

(2) No comparative figures for the preceding quarter and preceding year are available as this is the third interim financial report on the consolidated results for the third quarter ended 30 September 2015 being announced by the Company in compliance with the Main Market Listing Requirements ("MMLR") of Bursa Malaysia Securities Berhad ("Bursa Securities").

(3) N/A - Not applicable



**DOLPHIN INTERNATIONAL BERHAD** (1001521-X)

**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE THIRD QUARTER  
ENDED 30 SEPTEMBER 2015**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME**

Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 MONTHS PERIOD ENDED		9 MONTHS PERIOD ENDED	
	30 SEPTEMBER 2015	30 SEPTEMBER 2014	30 SEPTEMBER 2015	30 SEPTEMBER 2014
	RM'000	RM'000	RM'000	RM'000
Profit for the period	811	N/A	449	N/A
<b>OTHER COMPREHENSIVE INCOME</b>				
Exchange difference arising on translation of foreign operations	199	N/A	192	N/A
Other comprehensive income, net of tax	199	N/A	192	N/A
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>1,010</b>	<b>N/A</b>	<b>641</b>	<b>N/A</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	1,024	N/A	653	N/A
Non-controlling interests	(14)	N/A	(12)	N/A
	<b>1,010</b>	<b>N/A</b>	<b>641</b>	<b>N/A</b>

**Notes:**

(1) The Unaudited Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the Proforma Consolidated Financial Information and Accountants' Report for the FYE 31 December 2014 as disclosed in the Prospectus of the Company dated 20 May 2015 and the accompanying explanatory notes as attached to this interim financial statements.

(2) No comparative figures for the preceding quarter and preceding year are available as this is the third interim financial report on the consolidated results for the third quarter ended 30 September 2015 being announced by the Company in compliance with the MMLR of Bursa Securities.

(3) N/A - Not applicable



**QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE THIRD QUARTER  
ENDED 30 SEPTEMBER 2015**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>As at 30 SEPTEMBER 2015 RM'000</b>	<b>As at 31 DECEMBER 2014 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	18,432	N/A
Investment properties	197	N/A
Investment in an associate	202	N/A
Development costs	9,128	N/A
Intangible assets	1,264	N/A
Goodwill on consolidation	20	N/A
	<u>29,243</u>	<u>N/A</u>
<b>CURRENT ASSETS</b>		
Inventories	824	N/A
Trade receivables	24,829	N/A
Other receivables, deposits and prepayments	6,838	N/A
Amount due from customers for contract works	68,826	N/A
Fixed deposits with licensed banks	15,815	N/A
Cash and bank balances	11,122	N/A
	<u>128,254</u>	<u>N/A</u>
<b>TOTAL ASSETS</b>	<b><u>157,497</u></b>	<b><u>N/A</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		
Share capital	44,400	N/A
Share premium	32,775	N/A
Foreign currency translation reserve	709	N/A
Reserve arising from reverse acquisition	(23,145)	N/A
Retained earnings	26,681	N/A
<b>Shareholders' Fund</b>	<b>81,420</b>	<b>N/A</b>
Non-controlling interests	50	N/A
<b>TOTAL EQUITY</b>	<b><u>81,470</u></b>	<b><u>N/A</u></b>
<b>NON-CURRENT LIABILITIES</b>		
Hire purchase payables	1,211	N/A
Bank borrowings	3,251	N/A
Deferred tax liabilities	781	N/A
	<u>5,243</u>	<u>N/A</u>
<b>CURRENT LIABILITIES</b>		
Amount due to customers for contract works	2,692	N/A
Trade payables	18,808	N/A
Other payables and accruals	5,309	N/A
Hire purchase payables	531	N/A
Bank borrowings	28,544	N/A
Tax payables	6,365	N/A
Bank overdrafts	8,535	N/A
	<u>70,784</u>	<u>N/A</u>
<b>TOTAL LIABILITIES</b>	<b><u>76,027</u></b>	<b><u>N/A</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>157,497</u></b>	<b><u>N/A</u></b>
Number of ordinary shares at RM0.20 each	222,000	N/A
Net Assets per share attributable to ordinary equity owners of the Company (sen)	<u>36.7</u>	<u>N/A</u>

*Note:*

(1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Proforma Consolidated Financial Information and Accountants' Report for the FYE 31 December 2014 as disclosed in the Prospectus of the Company dated 20 May 2015 and the accompanying explanatory notes as attached to this interim financial statements.

(2) No comparative figures for the preceding quarter and preceding year are available as this is the third interim financial report on the consolidated results for the third quarter ended 30 September 2015 being announced by the Company in compliance with the MMLR of Bursa Securities.

(3) Based on the issued share capital of 222,000,010 after the completion of the acquisitions of subsidiary companies and the Public Issue.



# DOLPHIN INTERNATIONAL BERHAD (1001521-X)

## QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015

### UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Owners of the Company							Total Equity RM'000
	Non-Distributable				Distributable		Non Controlling Interest RM'000	
	Share Capital RM'000	Share Premium RM'000	Reserve arising from Reverse Acquisition RM'000	Foreign Currency Translation Reserve RM'000	Retained Earnings RM'000	Sub-total RM'000		
<b>Current period-to-date ended 30 September 2015</b>								
<b>As at 1 January 2015</b>	2,000	-	-	586	26,220	28,806	(22)	28,784
<b>Translation with owners</b>								
Arising from the acquisition of subsidiary companies	33,200	12,240	(23,145)	-	-	22,295	15	22,310
Arising from the Public Issue	9,200	22,080	-	-	-	31,280	-	31,280
Share Issuance Expenses	-	(1,545)	-	-	-	(1,545)	-	(1,545)
Share of foreign currency translation reserve by non-controlling interests	-	-	-	(69)	-	(69)	69	-
<b>(Loss) / Profit for the period</b>	-	-	-	-	461	461	(12)	449
<b>Other Comprehensive income for the period</b>	-	-	-	192	-	192	-	192
<b>Total comprehensive income for the period</b>	-	-	-	192	461	653	(12)	641
<b>Balance as at 30 September 2015</b>	<b>44,400</b>	<b>32,775</b>	<b>(23,145)</b>	<b>709</b>	<b>26,681</b>	<b>81,420</b>	<b>50</b>	<b>81,470</b>

**Note:**

(1) The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Proforma Consolidated Financial Information and Accountants' Report for the FYE 31 December 2014 as disclosed in the Prospectus of the Company dated 20 May 2015 and the accompanying explanatory notes as attached to this interim financial statements.

(2) No comparative figures for the preceding quarter and preceding year are available as this is the third interim financial report on the consolidated results for the third quarter ended 30 September 2015 being announced by the Company in compliance with the MMLR of Bursa Securities.

(3) Share Issue expenses for the Public Issue of Dolphin shares of RM1,544,678.97 were written off against the share premium account under section 60 of the Companies Act, 1965



QUARTERLY REPORT ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE THIRD QUARTER  
ENDED 30 SEPTEMBER 2015

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	CURRENT PERIOD ENDED 30 SEPTEMBER 2015 RM'000	CORRESPONDING PERIOD ENDED 30 SEPTEMBER 2014 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	1,932	N/A
Adjustments for:		
Depreciation of property, plant & equipment	545	N/A
Amortisation of investment properties and leasehold land	1,509	N/A
Interest income	(132)	N/A
Interest expenses	1,966	N/A
Gain on disposal of property, plant and equipment	(81)	N/A
Gain from bargain purchase arising from acquisition of subsidiary companies	(2,481)	N/A
Unrealised foreign exchange gain	(708)	N/A
<b>Operating profit before working capital changes</b>	<b>2,550</b>	<b>N/A</b>
Changes in Working Capital		
Inventories	(191)	N/A
Receivables	(3,774)	N/A
Payables	(7,875)	N/A
Net cash used generated from operations	(9,290)	N/A
Income tax paid	(1,565)	N/A
Interests paid	(1,589)	N/A
Interests received	132	N/A
<b>Net Operating Cash Flows</b>	<b>(12,312)</b>	<b>N/A</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(431)	N/A
Net cash and cash equivalents acquired from the acquisitions of subsidiary companies	(4,272)	N/A
Proceeds from disposal of property, plant and equipment	243	N/A
Addition of development costs	(395)	N/A
<b>Net Investing Cash Flows</b>	<b>(4,855)</b>	<b>N/A</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Fixed deposits pledged as security values	(453)	N/A
Proceeds from issuance of shares	31,280	N/A
Share issuance expenses	(1,543)	N/A
Repayment of hire purchase payables	(323)	N/A
Net change in bills payables	(9,775)	N/A
Repayment of term loans	(429)	N/A
Repayment of amount owing to an associate	(208)	N/A
Interest paid	(177)	N/A
<b>Net Financing Cash Flows</b>	<b>18,372</b>	<b>N/A</b>
<b>Net change in cash and cash equivalents</b>	<b>1,205</b>	<b>N/A</b>
Effects of exchange rate changes	241	N/A
Cash and cash equivalents at the beginning of the period	10,650	N/A
<b>Cash and cash equivalents at the end of the period</b>	<b>12,096</b>	<b>N/A</b>
<b>Cash and cash equivalents comprise of:</b>		
Fixed deposits with licensed banks	15,815	N/A
Cash and bank balances	11,122	N/A
Bank overdrafts	(8,535)	N/A
	18,402	N/A
Less: Fixed deposits pledged as security values	(6,306)	N/A
	<b>12,096</b>	<b>N/A</b>

**Notes :**

(1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Proforma Consolidated Financial Information and Accountants' Report for the FYE 31 December 2014 as disclosed in the Prospectus of the Company dated 20 May 2015 and the accompanying explanatory notes as attached to this interim financial statements.

(2) No comparative figures for the preceding quarter and preceding year are available as this is the third interim financial report on the consolidated results for the third quarter ended 30 September 2015 being announced by the Company in compliance with the MMLR of Bursa Securities.



# **DOLPHIN INTERNATIONAL BERHAD** (1001521-X)

## **NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015**

### **PART A - EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRSs") 134**

#### **A1 Basis of Preparation**

The interim financial report of Dolphin International Berhad ("DIB" or the "Company") and its subsidiaries (the "Group") are unaudited and has been prepared in accordance with MFRS 134 - Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Appendix 9B of the MMLR of Bursa Securities.

This is the third interim financial report on the consolidated results for the third quarter ended 30 September 2015 announced by the Company in compliance with the MMLR and as such, there are no comparative figures for the preceding year's corresponding period.

DIB was incorporated by the former shareholders of Dolphin Applications Sdn Bhd ("Dolphin Applications") mainly to effect the re-organisation of the group structure prior to the listing of the ordinary shares of the Company on the Main Market of Bursa Securities. Hence, the directors of DIB have made a significant judgement that the business combination for Dolphin Applications has been accounted for as reverse acquisition using the purchase method of accounting under the Malaysian Financial Reporting Standards ("MFRSs") 3: Business Combination as in substance Dolphin Applications, is the accounting acquirer. Under the reverse acquisition accounting method, although legally DIB is regarded as the legal parent and Dolphin Applications is regarded as the legal subsidiary company, Dolphin Applications should be identified as the acquirer in accordance with MFRS 3 as it has the power to govern the financial and operating policies of DIB so as to obtain benefits from its activities.

This interim financial statements should be read in conjunction with the Proforma Consolidated Financial Information and the Accountants' Report for the FYE 31 December 2014 as disclosed in the Prospectus of the Company dated 20 May 2015.

#### **A2 Significant Accounting Policies**

The significant accounting policies and presentations adopted by the Group are consistent with those adopted for the audited financial statements of the Group for the financial year ended 31 December 2014 as disclosed in the Accountants' Report in the Prospectus of the Company dated 20 May 2015 except for the adoption of the following amendments/improvements to MFRSs which are applicable to the Group with effect from 1 January 2015:-

##### **Amendments/Improvements to MFRSs**

MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards
MFRS 2	Share-Based Payment
MFRS 3	Business Combinations
MFRS 8	Operating Segments
MFRS 13	Fair Value Measurement
MFRS 116	Property, Plant and Equipment
MFRS 119	Employee Benefits
MFRS 124	Related Party Disclosures
MFRS 138	Intangible Assets
MFRS 140	Investment Property

The adoption of the above amendments/improvements to MFRSs did not result in any significant impact on the Group's results and financial position.

#### **A3 Seasonal or Cyclical Factors**

The Group does not experience significant fluctuations in operations due to seasonal factors.

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

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

#### **A5 Changes in estimates**

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

#### **A6 Debt and equity securities**

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



# DOLPHIN INTERNATIONAL BERHAD (1001521-X)

## NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015

### A7 Dividend Paid

No dividend was paid during the current financial quarter under review.

### A8 Segmental Information

#### (a) Analysis of revenue and segmental results

	Current Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	30.09.2015	30.09.2014	30.09.2015	30.09.2014
	RM'000	RM'000	RM'000	RM'000
<b>Segment revenue</b>				
- Provision of milling systems and solutions	18,976	N/A	42,141	N/A
- Supply of parts and maintenance services	180	N/A	1,101	N/A
- Investment holding and management services	-	N/A	-	N/A
Elimination of inter-segment sales	-	N/A	-	N/A
<b>Total Revenue</b>	<b>19,156</b>	<b>-</b>	<b>43,242</b>	<b>-</b>
<b>Segment Results</b>				
- Provision of milling systems and solutions	1,848	N/A	2,515	N/A
- Supply of parts and maintenance services	61	N/A	307	N/A
- Investment holding and management services	(1,098)	N/A	(2,373)	N/A
Consolidation adjustments	-	N/A	-	N/A
<b>Total Profit after Tax</b>	<b>811</b>	<b>-</b>	<b>449</b>	<b>-</b>

Comparative figures for the preceding financial period are not presented as this is the third interim financial report for the third quarter ended 30 September 2015 being announced by the Company.

#### (b) Analysis of revenue by geographic markets

Revenue	3 months ended 30 September 2015			9 months ended 30 September 2015		
	External Sales RM'000	Inter-segment RM'000	Total RM'000	External Sales RM'000	Inter-segment RM'000	Total RM'000
Malaysia	16,172	-	16,172	37,302	-	37,302
Overseas	2,984	-	2,984	5,940	-	5,940
Eliminations	-	-	-	-	-	-
<b>Consolidated</b>	<b>19,156</b>	<b>-</b>	<b>19,156</b>	<b>43,242</b>	<b>-</b>	<b>43,242</b>

### A9 Material Events Subsequent to the end of the current financial quarter

There were no significant events subsequent to the date of issue of this interim financial report except as disclosed in Note B6(a) below.

### A10 Changes in the Composition of the Group

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

### A11 Contingent Liabilities or Contingent Assets

Save as disclosed in below, there were no other material contingent liabilities as at the end of the current financial quarter and up to the date of this report.

Bank guarantees issued for contract customers for performance of contracts

**As at 30.09.2015  
RM'000**

8,175



# DOLPHIN INTERNATIONAL BERHAD (1001521-X)

## NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015

### A12 Capital Commitments

Saved as disclosed below, there were no other capital commitments as at the end of the financial quarter and up to the date of this report.

	As at 30.09.2015 RM'000
Purchase of a factory cum office building	<u>11,610</u>

### A13 Significant Related Party Transactions

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

## PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MMLR

### B1 Review of Performance

The Group recorded a revenue of RM19.16 million and profit before tax of RM1.66 million for the third quarter ended 30 September 2015. The revenue was mainly derived from provision of milling systems and solutions projects undertaken in Malaysia.

No comparative figures are presented for the preceding year's corresponding quarter as this is the third interim financial report on the consolidated results for the third quarter ended 30 September 2015 announced by the Group.

### B2 Comparison with Preceding Quarter's Results

The Group's revenue increased by 42% from RM13.47 million recorded in the immediate preceding quarter to RM19.16 million in the current quarter. The increase was mainly contributed by the Group's ongoing projects in Malaysia.

### B3 Prospects

Barring any unforeseen circumstances, the Board of Directors expects the Group's performance for the financial year ending 31 December 2015 to be satisfactory, given the on-going developments undertaken by the Group and the Group's efforts to secure additional contracts from new and existing customers.

### B4 Variance of actual profit from Profit forecast and Profit Guarantee

The Group did not publish any profit forecast and profit guarantee in any form of public documentation and announcement.

### B5 Taxation

	Current Quarter 30.09.2015 RM'000	Cumulative Quarter 30.09.2015 RM'000
Tax payable		
Current period	1,263	1,763
Under provision in prior year	<u>(410)</u>	<u>(280)</u>
	<u>853</u>	<u>1,483</u>

Income tax is calculated at the Malaysian statutory rate of 25% of the estimated assessable profit for the fiscal year.

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## DOLPHIN INTERNATIONAL BERHAD (1001521-X)

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015

#### B6 Status of corporate proposals announced but not yet completed

a) The following are the corporate proposals that have been announced by the Company and which were not yet completed as at the date of issue of this interim financial report:-

- (i) On 11 November 2015, Hong Leong Investment Bank Berhad ("HLIB") announced that the Company has proposed to undertake a bonus issue of 55,500,002 warrants on the basis of one (1) free warrant for every four (4) existing ordinary shares of RM0.20 each held in the Company on the entitlement date to be determined later ("Proposed Bonus Issue of Warrants").

Applications to the relevant authorities are expected to be submitted within 2 months from the announcement date. Barring any unforeseen circumstances and subject to the approvals of the relevant authorities being obtained, the Board of Directors expects the Proposed Bonus Issue of Warrants to be completed by the first quarter of 2016.

- (ii) On 19 November 2015, the Board of Directors announced that Dolphin Applications, a wholly-owned subsidiary of the Company, had on the even date entered into a sale and purchase agreement with Nicron Industries Sdn Bhd for the acquisition of a factory cum office building held under the freehold individual title HS(D) 121082 PT 39502 Mukim Petaling, Daerah Petaling, Negeri Selangor Darul Ehsan bearing postal address of No. 20, Jalan Industri PBP 9, Taman Industri Pusat Bandar Puchong, 47100 Puchong, Selangor Darul Ehsan measuring approximately 2,462.77 square meters in area for a total purchase consideration of RM12,900,000.00 ("Proposed Acquisition"). Barring unforeseen circumstances, the Proposed Acquisition is expected to be completed in the first quarter of 2016.

#### b) Utilisation of Proceeds

On 19 November 2015, Company had announced that the Board has resolved to vary the utilisation of the remaining proceeds from the initial public offering ("IPO Proceeds") of:

- (i) RM11.0 million that was allocated for renovation and extension of factory (which includes the purchase of additional machineries); and
- (ii) RM4.0 million that was allocated for set-up of a research and development facility.

for a new factory cum office building held under the freehold individual title HS(D) 121082 PT 39502 Mukim Petaling Jaya, Daerah Petaling, Negeri Selangor Darul Ehsan bearing postal address No. 20, Jalan Industri PBP 9, Taman Industri Pusat Bandar Puchong, 47100 Puchong, Selangor Darul Ehsan measuring approximately 2,462.77 square meters in area to be acquired by Dolphin Applications instead of for its existing factory in Shah Alam.

The status of utilisation of the proceeds of RM31.28 million from the initial public offering are as follows :

Purpose	Proposed Utilisation	Actual Utilisation	Variance	Timeframe for utilisation from the date of Listing
	RM'000	RM'000	RM'000	
Renovation and extension of factory	11,000	-	11,000	Within twenty four (24) months
Set up of a research and development facility	4,000	-	4,000	Within twenty four (24) months
Working capital	6,080	6,080	-	Fully utilised
Repayment of bank borrowings	6,000	6,000	-	Fully utilised
Estimated listing expenses	4,200	4,200	-	Fully utilised
<b>Total</b>	<b>31,280</b>	<b>16,280</b>	<b>15,000</b>	

The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 20 May 2015 and the announcement for the change of utilisation of IPO Proceeds dated 19 November 2015.

#### B7 Group's Borrowings and Debt Securities

The Group's borrowings as at 30 September 2015 are as follows:

	Short Term RM'000	Long Term RM'000	Total RM'000
Secured :-			
Bank overdrafts	8,535	-	8,535
Bank borrowings	28,544	3,251	31,795
Hire purchase liabilities	531	1,211	1,742
<b>Total</b>	<b>37,610</b>	<b>4,462</b>	<b>42,072</b>

All borrowings are denominated in Ringgit Malaysia.



# DOLPHIN INTERNATIONAL BERHAD (1001521-X)

## NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015

### B8 Off Balance Sheet Financial Instruments

There is no off balance sheet financial instruments as at the date of this interim financial report.

### B9 Material Litigation

The Group is not engaged in any material litigation either as plaintiff or defendant and the Directors do not have any knowledge of any proceedings pending or threatened against the Group as at the date of this interim financial report.

### B10 Earnings Per Share ("EPS")

The basic EPS for the current quarter and financial year to date are computed as follows

#### (a) Basic EPS

	3 months ended		Year-to-date	
	30.09.2015	30.09.2014	30.09.2015	30.09.2014
	RM'000	RM'000	RM'000	RM'000
Profit attributable to ordinary equity owners of the Company	824	N/A	461	N/A
Weighted average number of ordinary shares of RM 0.20 each in issue ('000)				
- number of ordinary shares in issue since 1 January 2015	10,000	N/A	10,000	N/A
- new Dolphin shares issued on 31 March 2015 pursuant to the Acquisition of Dolphin Applications and Acquisition of Dolphin Engineering	166,000	N/A	111,882	N/A
- new Dolphin shares issued on 9 June 2015 pursuant to the Public Issue	46,000	N/A	19,209	N/A
	<u>222,000</u>	<u>N/A</u>	<u>141,091</u>	<u>N/A</u>
Basic Earnings per share (sen)	<u>0.37</u>	<u>N/A</u>	<u>0.33</u>	<u>N/A</u>

Diluted earnings per share was not computed as the Company does not have any potential dilutive shares as at the end of the financial period ended 30 September 2015.

Comparative figures for the preceding financial period are not presented as this is the third interim financial report for the third quarter ended 30 September 2015 being announced by the Company.

### B11 Dividends

No dividends has been declared or proposed for the current financial quarter under review.

### B12 Disclosure of Realised and Unrealised Profits/(Losses)

The determination of realised and unrealised profits is based on Guidance of Special Matter No. 1, Determination of Realised and Unrealised Profits and Losses in the Context of Disclosure pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

	As at 30.09.2015 RM'000	As at 30.09.2014 RM'000
Total retained earnings of the Company and its subsidiaries:		
- Realised	26,003	N/A
- Unrealised	678	N/A
Total retained earnings as per unaudited condensed consolidated financial statements	<u>26,681</u>	<u>N/A</u>

Comparative figures for the preceding financial period are not presented as this is the third interim financial report on the consolidated results for the third quarter ended 30 September 2015 being announced by the Company in compliance with the MMLR of Bursa Securities.

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## DOLPHIN INTERNATIONAL BERHAD (1001521-X)

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2015

#### B13 Notes to the Condensed Consolidated Statement of Profit or Loss

	3 months ended		Year-to-date	
	30.09.2015	30.09.2014	30.09.2015	30.09.2014
	RM'000	RM'000	RM'000	RM'000
Profit before taxation is arrived at after charging:-				
Interest expenses	696	N/A	1,966	N/A
Rental expenses	7	N/A	179	N/A
Amortisation and depreciation of property, plant and equipment	1,020	N/A	2,054	N/A
After crediting:-				
Interest Income	97	N/A	132	N/A
Gain on foreign exchange				
- Realised	123	N/A	60	N/A
- Unrealised	532	N/A	708	N/A

Other disclosure items pursuant to Appendix 9B Note 16 of the MMLR of Bursa Securities are not applicable.

Comparative figures for the preceding financial period are not presented as this is the third interim financial report for the third quarter ended 30 September 2015 being announced by the Company.

#### B14 Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 27 November 2015.

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