

NCB HOLDINGS BHD

(Company No. 475221-K)
Incorporated in Malaysia



Date : 28 FEBRUARY 2014

**Subject : QUARTERLY FINANCIAL REPORT
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

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NCB HOLDINGS BHD

(Company No. 475221-K)

Incorporated in Malaysia



NCB HOLDINGS

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

	<u>Current Quarter</u>		<u>12 Months Cumulative YTD</u>	
	<u>31 December 2013 RM'000</u>	<u>Restated 31 December 2012 RM'000</u>	<u>31 December 2013 RM'000</u>	<u>Restated 31 December 2012 RM'000</u>
Revenue	225,440	224,776	916,384	981,368
Expenditure	(224,254)	(231,710)	(832,791)	(824,576)
Other Income	3,788	7,668	17,787	23,437
Profit/(Loss) from Operations	4,974	734	101,380	180,229
Finance Costs	(2,506)	(2,522)	(7,744)	(9,077)
Share of Profit of an Associate	207	187	873	906
Profit/(Loss) Before Taxation	2,675	(1,601)	94,509	172,058
Income Tax Expense	(5,414)	(4,461)	(40,877)	(28,439)
Profit/(Loss) Net of Tax, Representing Total Comprehensive Income	(2,739)	(6,062)	53,632	143,619
Attributable to: Owners of the Company	(2,739)	(6,062)	53,632	143,619
Basic Earnings/(Loss) per Share (Sen)	(0.6)	(1.3)	11.4	30.5
Diluted Earnings/(Loss) per Share (Sen)	(0.6)	(1.3)	11.4	30.5

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

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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2013**

	As at 31 December 2013 RM'000	Restated As at 31 December 2012 RM'000	Restated As at 1 January 2012 RM'000
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	1,084,040	861,880	782,648
Prepaid Land Lease Payments	5,390	5,691	5,992
Investment Properties	-	-	2,166
Intangible Assets	481,153	311,804	212,874
Investments in Associates	8,304	7,430	7,355
Other Investments	1,010	1,223	1,534
Long Term Receivables	1,089	1,043	526
Deferred Tax Assets	22,776	15,165	13,412
	<u>1,603,762</u>	<u>1,204,236</u>	<u>1,026,507</u>
Current Assets			
Inventories	5,700	8,411	9,094
Trade and Other Receivables	232,195	242,285	220,974
Tax Recoverable	17,342	17,432	9,956
Deposits with Financial Institutions	155,043	299,172	654,016
	<u>410,280</u>	<u>567,300</u>	<u>894,040</u>
TOTAL ASSETS	<u>2,014,042</u>	<u>1,771,536</u>	<u>1,920,547</u>
LIABILITIES AND EQUITY			
Current Liabilities			
Trade and Other Payables	322,386	248,193	212,186
Provision for Concession Liability	-	34,634	38,384
Current Tax Payable	9,068	427	85
Borrowings	174,076	28,974	1,289
	<u>505,530</u>	<u>312,228</u>	<u>251,944</u>
Non-Current Liabilities			
Deferred Tax Liabilities	45,967	31,678	36,490
Borrowings	37,411	27,914	5,774
Provision for Concession Liability	-	-	26,957
	<u>83,378</u>	<u>59,592</u>	<u>69,221</u>
TOTAL LIABILITIES	<u>588,908</u>	<u>371,820</u>	<u>321,165</u>
Equity Attributable to Equity Holders of the Company			
Share Capital	470,253	470,253	470,253
Reserves	954,881	929,463	1,129,129
Total Equity	<u>1,425,134</u>	<u>1,399,716</u>	<u>1,599,382</u>
TOTAL LIABILITIES AND EQUITY	<u>2,014,042</u>	<u>1,771,536</u>	<u>1,920,547</u>

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

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

		Attributable to Equity Holders of the Company					
		Non-Distributable			Distributable	Total	
		Share	Share	Capital	Merger	Retained	Total
		Capital	Premium	Reserve	Reserve	Earnings	Equity
Note		RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>For The 12 Months Period</u>							
<u>Ended 31 December 2013</u>							
As at 1 January 2013							
		470,253	305	35,259	66,004	868,627	1,440,448
	(A12)	-	-	-	-	(40,732)	(40,732)
		470,253	305	35,259	66,004	827,895	1,399,716
		-	-	-	-	53,632	53,632
		-	-	-	-	(11,756)	(11,756)
		-	-	-	-	(16,458)	(16,458)
		470,253	305	35,259	66,004	853,313	1,425,134
<u>For The 12 Months Period</u>							
<u>Ended 31 December 2012</u>							
As at 1 January 2012							
		470,253	305	35,259	66,004	1,059,892	1,631,713
	(A12)	-	-	-	-	(32,331)	(32,331)
		470,253	305	35,259	66,004	1,027,561	1,599,382
		-	-	-	-	143,619	143,619
		-	-	-	-	(47,025)	(47,025)
		-	-	-	-	(296,260)	(296,260)
		470,253	305	35,259	66,004	827,895	1,399,716

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

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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

	12 Months Ended	
	31 December	Restated
	2013	31 December
	RM'000	2012
		RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	94,509	172,058
Adjustments for:		
Share of profit of an associate	(873)	(906)
Depreciation and amortisation	101,488	112,417
Impairment losses on receivables	13,292	2,172
Impairment on intangible assets	-	655
Impairment losses on investment in associates	-	831
Unwinding of discount from provision for concession liability	4,751	7,677
Provision for claims	-	180
Interest income	(5,165)	(13,619)
Interest expenses	3,113	1,400
Property, plant and equipment written off	-	1
Gain on disposal of property, plant and equipment	(5,620)	(4,609)
Gain on disposal of investment properties	-	(847)
Operating profit before working capital changes	205,495	277,410
Net change in Current Assets	5,142	(20,954)
Net change in Current Liabilities	(12,743)	(5,118)
Cash generated from operations	197,894	251,338
Interest paid	(3,100)	(1,400)
Net taxes paid	(26,775)	(42,138)
Net cash generated from operating activities	168,019	207,800
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(200,084)	(136,508)
Additions to intangible assets	(197,358)	(128,044)
Proceeds from sales of property, plant and equipment	8,177	6,649
Proceeds from sales of investment properties	-	2,950
Interest received	5,069	14,128
Net cash used in investing activities	(384,196)	(240,825)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(28,214)	(343,285)
Proceeds from borrowings	113,057	18,990
Repayment of borrowings	(13,243)	-
Net cash generated from/(used in) financing activities	71,600	(324,295)
CASH AND CASH EQUIVALENTS		
Net change in cash and cash equivalents	(144,577)	(357,320)
Cash and cash equivalents at the beginning of period	296,696	654,016
Cash and cash equivalents at the end of period	152,119	296,696
Cash and cash equivalents comprise:		
Cash and bank balances	22,864	50,411
Short term deposits	132,179	248,761
Bank overdraft	(2,924)	(2,476)
	152,119	296,696

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

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QUARTERLY FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013

PART A. NOTES TO THE QUARTERLY FINANCIAL REPORT

A1. BASIS OF PREPARATION

The Interim Financial Statements are unaudited and have been prepared in accordance with the requirements of FRS 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 audited financial statements for the year ended 31 December 2012. These 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.

Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2012 except for the adoption of the following new/revised Financial Reporting Standards (“FRS”):

Effective for annual periods beginning on or after 1 July 2012

- Amendments to MFRS 101: Presentation of Items of Other Comprehensive Income

Effective for annual periods beginning on or after 1 January 2013

- Amendments to MFRS 101: Presentation of Financial Statements (Annual Improvements 2009-2011 Cycle)
- MFRS 3 Business Combinations (IFRS 3 Business Combinations issued by IASB in March 2004)
- MFRS 10 Consolidated Financial Statements
- MFRS 11 Joint Arrangements
- MFRS 12 Disclosure of Interests in Other Entities
- MFRS 13 Fair Value Measurement
- MFRS 119 Employee Benefits
- MFRS 127 Separate Financial Statements
- MFRS 128 Investment in Associate and Joint Ventures
- MFRS 127 Consolidated and Separate Financial Statements (IAS 27 as revised by IASB in December 2003)
- Amendment to IC Interpretation 2 Members’ Shares in Co-operative Entities and Similar Instruments (Annual Improvements 2009-2011 Cycle)

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A1. BASIS OF PREPARATION (continued)

- IC Interpretations 20 Stripping Costs in the Production Phase of a Surface Mine
- Amendments to MFRS 7: Disclosures – Offsetting Financial Assets and Financial Liabilities
- Amendments to MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards – Government Loans
- Amendments to MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2009-2011 Cycle)
- Amendments to MFRS 116: Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)
- Amendments to MFRS 132: Financial Instruments: Presentation (Annual Improvements 2009-2011 Cycle)
- Amendments to MFRS 134: Interim Financial Reporting (Annual Improvements 2009-2011 Cycle)
- Amendments to MFRS 10: Consolidated Financial Statements: Transition Guidance
- Amendments to MFRS 11: Joint Arrangements: Transition Guidance
- Amendments to MFRS 12: Disclosure of Interests in Other Entities: Transition Guidance

The directors expect that the adoption of the standards and interpretations above will have no material impact on financial statements in the period of initial application.

A2. SIGNIFICANT EVENTS AND TRANSACTIONS

Apart from the adjustments and explanations as stated in Note A12, there were no significant events and transactions that would have had a material impact on the financial position and performance of the Group as at 31 December 2013.

A3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The Group's businesses are generally affected by the various festive seasons.

A4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

Apart from the adjustments and explanations as stated in Note A12, there were no material unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period ended 31 December 2013.

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A5. CHANGES IN ESTIMATES

The Group has revised the estimated useful lives of certain intangible assets as the Government of Malaysia has approved in principle for an extension of its port concession period for the license and lease of the privatized port services for a period of 30 years. As a result, the intangible assets are now amortised over the remaining lease period on a prospective basis with effect from 1 January 2012. The effect of the above revision was a decrease in amortization charges of RM71.4 million in the financial year 31 December 2012.

In addition to the above, the port operating subsidiaries have also revised the useful life of certain plants and equipments to reflect its longer estimated useful life based on past experiences. The impact of this in the quarter was a reduction in the depreciation charge by RM7.0 million. The year-to-date impact is RM23.2 million.

Other than the above, there were no material changes in estimates that had a material effect in the current quarter results and preceding quarter.

A6. ISSUES, REPURCHASES AND REPAYMENTS OF DEBT AND EQUITY SECURITIES

There have been no issues, repurchases, and repayments of debt and equity securities for the current quarter ended 31 December 2013.

A7. DIVIDENDS PAID

Total dividend paid during the quarter ended 31 December 2013 amounted to RM16,458,846. This is in respect of a single tier interim dividend for financial year ended 31 December 2013 of 3.5 sen per ordinary share which was paid on 10 October 2013.

A8. SEGMENTAL INFORMATION

The segment information is presented on the basis of the Group's primary business segments. This segment reporting format is also the basis for the Group's management and internal reporting structure to the chief operating decision maker. There are two segments namely the Port Operations and Logistics Operations.

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A8. SEGMENTAL INFORMATION (continued)

The analysis of results for the 12 months period ended 31 December 2013 is as follows:-

	12 months ended 31.12.2013			Consolidated RM'000
	Port Operations RM'000	Logistics Operations RM'000	Others and Eliminations RM'000	
Revenue				
External	633,422	282,962	-	916,384
Inter – Segment	3,988	11,085	(15,073)	-
Total revenue	637,410	294,047	(15,073)	916,384
Segment Results				
Profit/(Loss) before taxation	165,678	(72,787)	1,618	94,509
Included in segment results are:				
Interest income	3,807	219	1,139	5,165
Finance costs	4,631	3,113	-	7,744
Depreciation and amortisation	84,016	17,320	152	101,488
Share of profit of an associate	-	873	-	873
Segment Assets	1,483,946	496,430	33,666	2,014,042
Segment Liabilities	382,170	204,854	1,884	588,908

The analysis of results for the 12 months period ended 31 December 2012 is as follows:-

	12 months ended 31.12.2012			Consolidated RM'000
	Port Operations RM'000	Logistics Operations RM'000	Others and Eliminations RM'000	
Revenue				
External	663,584	317,784	-	981,368
Inter – Segment	3,988	21,872	(25,860)	-
Total revenue	667,572	339,656	(25,860)	981,368
Segment Results				
Profit/(Loss) before taxation	197,363	(27,567)	2,262	172,058
Included in segment results are:				
Interest income	10,798	251	2,570	13,619
Finance costs	7,677	1,400	-	9,077
Depreciation and amortisation	93,459	18,855	103	112,417
Share of profit of an associate	-	906	-	906
Segment Assets	1,268,600	486,357	16,579	1,771,536
Segment Liabilities	216,467	153,286	2,067	371,820

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A9. SUBSEQUENT EVENTS AFTER THE INTERIM PERIOD

There were no material events subsequent to the end of the interim reporting period that have not been reflected in this Interim Financial Statements.

A10. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the interim financial period ended 31 December 2013.

A11. RELATED PARTY TRANSACTIONS

The NCB Group is a Government linked company. Its major shareholders are Permodalan Nasional Bhd and the funds under its controls and MISC Berhad. Significant transactions with Government related entities in addition to other related party transactions are as follows:

	Current Quarter 31.12.2013 RM'000	Cumulative to date 31.12.2013 RM'000
<u>Permodalan Nasional Berhad Group of Companies</u>		
- provision of container haulage, warehouse, depot and freight forwarding services	(2,394)	(9,773)
- provision of port services	(569)	(2,673)
- repairs and purchase of spare parts and supplies	113	828
- interest on hire purchase	954	2,771
<u>PETRONAS Group of Companies</u>		
- provision of container haulage, warehouse, depot and freight forwarding services	(1,748)	(5,397)
- provision of port services to MISC Berhad	(98)	(795)
- provision of port services and transportation services to Petronas Dagangan Bhd	(12,588)	(54,231)
- purchase of fuel from Petronas Dagangan Bhd	19,881	63,004
<u>Government Agencies</u>		
- Revenue from Government related agencies	(4,405)	(19,183)
- Payment of lease rental for land to Lembaga Pelabuhan Klang	14,943	49,474

All terms and conditions for the above transactions are based on normal commercial terms.

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A12. PRIOR YEAR ADJUSTMENTS

	As previously stated RM'000	Adjustments RM'000	As restated RM'000
<u>As At 1 January 2012</u>			
Condensed Consolidated Statement of Financial Position			
Trade and other receivables	235,264	(14,290)	220,974
Tax recoverable	11,972	(2,016)	9,956
Trade and other payables	196,161	16,025	212,186
Reserves	1,161,460	(32,331)	1,129,129
<u>As At 31 December 2012</u>			
Condensed Consolidated Statement of Financial Position			
Trade and other receivables	262,403	(20,118)	242,285
Tax recoverable	19,460	(2,028)	17,432
Trade and other payables	229,607	18,586	248,193
Reserves	970,195	(40,732)	929,463
<u>Financial Year Ended 31 December 2012</u>			
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income			
Revenue	987,196	(5,828)	981,368
Operating expenditure	(822,015)	(2,561)	(824,576)
Income tax expenses	(28,427)	(12)	(28,439)
Profit after tax	152,020	(8,401)	143,619
Basic earnings per share	32.3	-	30.5
Diluted earnings per share	32.3	-	30.5

During the year, one of the subsidiaries, namely Kontena Nasional had registered a significant loss for the year. The reason for the loss was mainly due to over recognition of revenue together with under accrual of costs in prior years. In accordance with the requirements of the Malaysian Financial Reporting Standards, the over recognition and under accrual of costs in prior years have been treated as prior year adjustments and the comparatives have been restated accordingly.

End

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PART B. INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. PERFORMANCE REVIEW

Port Operations

Analysis of Fourth Quarter

For the fourth quarter of 2013, the port operations registered revenue of RM158.3 million, a decrease of 0.7% against the fourth quarter's figure of the previous year. The drop in revenue was a result of lower container throughput handled by Northport. Total containers handled was 703,546 teus compared against 736,136 teus for the same quarter previous year.

The operating expenditure for the fourth quarter registered an increase of 7.7% mainly due to increase in cost for repair and maintenance of terminal equipments.

The profit before taxation for the current quarter for Northport registered a decrease of 29.3%, as compared to last quarter of previous year.

Analysis of Year-to-Date Performance

For the financial year-to-date, the port operations registered revenue of RM633.4 million, a decrease of 4.5% against the corresponding period. The drop in revenue was a result of lower container throughput handled by Northport during the year. Total containers handled was 2,880,140 teus compared against 3,091,952 teus for the previous year.

The operating expenditure for the financial year-to-date registered a decrease of 0.4% mainly due to lower depreciation as certain port equipments useful life has been revised as mentioned in Note A5 and also the continuing cost control measures. The amortization charge on certain intangible assets have been aligned to be amortised over the extended lease period.

The profit before taxation for the financial year-to-date for Northport registered a decrease of 16.1%.

Logistics Operations

Analysis of Fourth Quarter

For the fourth quarter of 2013, the logistics operations registered revenue of RM67.0 million which was a decrease of 0.7% over the same quarter previous year. The main reason for the decline in revenue was due to the lower than targeted scale of business activities in certain business streams as well as a decision by management to cease streams of business that are unprofitable.

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B1. PERFORMANCE REVIEW (continued)

Whilst, the operating cost registered for the current quarter was lower compared to the same quarter previous year, the overall impact to the bottom line was due to the decline in revenue.

Kontena Nasional registered a loss before taxation of RM22.1 million for the current quarter.

Analysis of Year-to-Date Performance

For the financial year-to-date, the logistics operations registered revenue of RM282.9 million which was a decrease of 10.9% over the same period previous year. The reason for the decline in revenue was mainly due to lower than targeted scale of business activities in certain business streams as well as ceasing of business that are not profitable.

The operating cost for the 12 months of this year has increased by 3.2% compared to previous 12 months period mainly due to under accrual of costs and higher cost of operations incurred during the year.

Kontena Nasional registered a loss before taxation of RM72.8 million for the financial year-to-date ending 31 December 2013. This was mainly due to the reduced revenue for the year of RM282.9 million compared to RM317.7 million last year. The decline in revenue of RM34.8 million was due to the ceasing of the cross border business and the scaling down of the trucking and freight forwarding businesses.

There were no other material factors affecting the earnings and/or revenue of the Group for the current quarter and financial year-to-date.

B2. COMMENT ON MATERIAL CHANGE IN PROFIT BEFORE TAXATION

The profit before taxation for the current quarter was RM2.6 million, a decrease of 92.2% as against profit before taxation RM33.5 million registered in the preceding quarter. This was mainly due to the lower revenue registered for the fourth quarter together with high operating costs and year-end accruals and provisions.

There were no other unusual items affecting profits for the current quarter.

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B3. COMMENTARY ON PROSPECTS

a) Port Operations

The construction of the new wharf, Container Terminal 4, has been completed and has commenced operations in December 2013. This new facility is expected to generate additional volume and revenue for the Group in the next financial year.

Northport being primarily a local container port has been facing competition in the transshipment share of the market. Its growth in the coming years is expected to come from organic growth of the local container volume as well as transshipment business.

Logistics Operations

Kontena Nasional will continue its efforts to ensure all business streams are profitable. It will ensure every effort is put to reduce its cost of operations. Management together with finance professionals are working to strengthen and put right its financial management and reporting function to support the various different business streams that are in place.

Kontena Nasional will continue in its efforts to provide quality services to its existing and new customers.

- b) The Company did not announce or disclose any profit estimates, forecast, projections or internal management targets in a public document.

B4. BOARD OF DIRECTORS STATEMENT ON INTERNAL TARGETS

The Board did not announce or disclose any profit estimates, forecast, projections or internal management targets in a public document.

B5. PROFIT FORECAST OR PROFIT GUARANTEE

The Company did not announce or disclose any profit forecast or profit guarantee in a public document.

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B6. INCOME TAX EXPENSE

	Current Quarter 31.12.2013 RM'000	Cumulative to date 31.12.2013 RM'000
Current Tax Charge	3,055	31,510
Deferred Tax Charge	2,359	9,367
	<u>5,414</u>	<u>40,877</u>

The effective tax rate for taxation of the Group is higher than the statutory rate of taxation mainly due to the non deductible expenses for tax purposes during the quarter.

B7. CORPORATE PROPOSALS

There were no corporate proposals which were announced but not completed as at 21 February 2014.

B8. BORROWINGS

	As at 31.12.2013 RM'000
Short term borrowings	
Secured: Hire purchase liabilities	27,105
Unsecured : Revolving Credit	54,047
Unsecured : Bridging Loan	90,000
Unsecured : Bank overdraft	2,924
	<u>174,076</u>
Long term borrowings	
Secured: Hire purchase liabilities	37,411
	<u>211,487</u>

B9. CHANGES IN MATERIAL LITIGATION

As at 21 February 2014, there were no changes in material litigation, including the status of pending material litigation, since the last annual statement of financial position date of 31 December 2012.

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B10. DIVIDEND PAYABLE

Dividend:

- a)
- i) No interim dividend has been declared for the current quarter ended 31 December 2013;
 - ii) Not applicable;
 - iii) The previous corresponding period was a single tier second interim dividend of 2.5 sen per ordinary share;
 - iv) Not applicable; and
 - v) Not applicable; and
- b) The total dividend for the current financial year is an interim tax exempt dividend of 3.5 sen per ordinary shares (2012: 65.5 sen).

B11. EARNINGS PER SHARE

In respect of earnings per share:-

- a) Basic/Diluted earnings per share

	Current Quarter 31.12.2013 '000	Cumulative to date 31.12.2013 '000
Profit/(Loss) Net of Tax For The Period Attributable to: Owners of the Company (RM)	(2,739)	53,632
Weighted average no. of ordinary shares in issue	470,253	470,253
Basic/Diluted earnings/(loss) per share (Sen)	(0.6)	11.4

B12. AUDIT REPORT

The audit report of the previous annual financial statements for the year ended 31 December 2012 was not subject to any qualification.

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B13. PROFIT/(LOSS) BEFORE TAX

Profit/(Loss) before tax is arrived at after charging / (crediting) :-

	Current Quarter 31.12.2013 RM'000	Cumulative to date 31.12.2013 RM'000
Other Information		
Interest income	(1,017)	(5,165)
Other income		
including investment income	(3,070)	(17,787)
Finance cost	2,506	7,744
Depreciation and amortisation	31,166	101,488
Provision for and write off of receivables	1,971	13,292
Provision for and write off of inventories	-	-
Gain or loss on disposal of quoted or unquoted investments or properties	-	-
Impairment of assets	-	-
Foreign exchange gain or loss	36	192
Gain or loss on derivatives	-	-
Exceptional items	-	-
	<hr/>	<hr/>

B14. DISCLOSURE OF REALISED AND UNREALISED PROFITS

The breakdown of the retained earnings of the Group as at 31 December 2013 into realized and unrealized profits is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants.

NCB HOLDINGS BHD

(Company No. 475221-K)

Incorporated in Malaysia

B14. DISCLOSURE OF REALISED AND UNREALISED PROFITS (continued)

The breakdown of the retained earnings of the Group as at 31 December 2013, into realized and unrealized profits, pursuant to directives, is as follows:

	31.12.2013	31.12.2012
	RM'000	RM'000
Total retained earnings of NCB Holdings Bhd and its subsidiaries:		
- Realised	732,994	705,068
- Unrealised	80,936	83,623
	<u>813,930</u>	<u>788,691</u>
Total share of retained earnings from associates		
- Realised	6,634	5,761
- Unrealised	-	-
	<u>6,634</u>	<u>5,761</u>
	820,564	794,452
Add: Consolidation adjustments	32,749	33,443
	<u>853,313</u>	<u>827,895</u>

The disclosure of realized and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia and should not be applied for any other purposes.

B15. AUTHORISATION FOR ISSUE

The interim financial statements were authorised for issue by the Board of Directors on 28 February 2014.