

OCB BERHAD
(Company No: 3465-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 JUNE 2016

The figures have not been audited.

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|---|---|---|---|--|
| | Current Year Quarter 30/06/16 RM'000 | Preceding Year Corresponding Quarter 30/06/15 RM'000 | Current Year To Date 30/06/16 RM'000 | Preceding Year Corresponding Period 30/06/15 RM'000 |
| Revenue | 68,573 | 67,484 | 135,803 | 139,072 |
| Cost of sales | <u>(53,165)</u> | <u>(50,283)</u> | <u>(104,160)</u> | <u>(101,736)</u> |
| Gross profit | 15,408 | 17,201 | 31,643 | 37,336 |
| Other operating income/expenses | 2,513 | 862 | 2,956 | 1,355 |
| Operations and administrative expenses | <u>(14,352)</u> | <u>(15,722)</u> | <u>(29,527)</u> | <u>(33,099)</u> |
| Profit from operations | 3,569 | 2,341 | 5,072 | 5,592 |
| Finance costs | (894) | (955) | (1,706) | (1,867) |
| Profit before tax | <u>2,675</u> | <u>1,386</u> | <u>3,366</u> | <u>3,725</u> |
| Taxation | <u>(1,139)</u> | <u>(546)</u> | <u>(1,551)</u> | <u>(1,715)</u> |
| Profit after taxation | <u>1,536</u> | <u>840</u> | <u>1,815</u> | <u>2,010</u> |
| Other comprehensive income, net of tax | - | - | - | - |
| Total comprehensive (loss)/ income for the period | <u>1,536</u> | <u>840</u> | <u>1,815</u> | <u>2,010</u> |
| (Loss)/Profit attributable to: | | | | |
| Shareholders of the company | 1,536 | 840 | 1,815 | 2,010 |
| Non-controlling interest | - | - | - | - |
| (Loss)/Profit for the period | <u>1,536</u> | <u>840</u> | <u>1,815</u> | <u>2,010</u> |
| Total Comprehensive Income attributable to: | | | | |
| Shareholders of the company | 1,536 | 840 | 1,815 | 2,010 |
| Non-controlling interest | - | - | - | - |
| Total comprehensive (loss)/ income for the period | <u>1,536</u> | <u>840</u> | <u>1,815</u> | <u>2,010</u> |
| Earnings per share attributable to equity holders of the parent | | | | |
| Basic (sen) | <u>1.49</u> | <u>0.82</u> | <u>1.76</u> | <u>1.95</u> |

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

OCB BERHAD
(Company No: 3465-H)
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CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2016

The figures have not been audited.

| | (UNAUDITED) AS AT END OF CURRENT QUARTER 30/06/16 RM'000 | (AUDITED) AS AT PRECEDING YEAR END 31/12/15 RM'000 |
|--|---|---|
| ASSETS | | |
| Non-Current Assets | | |
| Property, plant & equipment | 89,854 | 99,875 |
| Investment properties | 8,394 | 8,601 |
| Intangible assets | 15,310 | 15,385 |
| Deferred tax assets | 2,950 | 2,950 |
| Goodwill on consolidation | 60,339 | 60,339 |
| Total Non-Current Assets | <u>176,847</u> | <u>187,150</u> |
| Current Assets | | |
| Inventories | 27,746 | 28,039 |
| Debtors | 105,438 | 87,063 |
| Cash & cash equivalents | 26,808 | 31,545 |
| Total Current Assets | 159,992 | 146,647 |
| TOTAL ASSETS | <u><u>336,839</u></u> | <u><u>333,797</u></u> |
| EQUITY AND LIABILITIES | | |
| Share capital | 102,850 | 102,850 |
| Reserves | 134,670 | 133,903 |
| Shareholders' fund | <u>237,520</u> | <u>236,753</u> |
| Non-controlling interest | 115 | 115 |
| TOTAL EQUITY | 237,635 | 236,868 |
| Non-Current Liabilities | | |
| Borrowings | 15,313 | 17,503 |
| Deferred taxation | 3,794 | 3,794 |
| | <u>19,107</u> | <u>21,297</u> |
| Current Liabilities | | |
| Trade and other creditors | 44,924 | 38,414 |
| Overdraft & short term borrowings | 34,836 | 36,589 |
| Taxation | 337 | 629 |
| | <u>80,097</u> | <u>75,632</u> |
| TOTAL LIABILITIES | 99,204 | 96,929 |
| TOTAL EQUITY AND LIABILITIES | <u><u>336,839</u></u> | <u><u>333,797</u></u> |
| Net assets per share attributable to equity holders of the parent (RM) | <u>2.31</u> | <u>2.30</u> |

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**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 30 JUNE 2016**

The figures have not been audited.

| | Share Capital | Foreign Currency Reserve | Share Premium Account | Retained Profits | Total | Non-controlling interest | Total Equity |
|--|------------------|--------------------------------|--------------------------|---------------------|----------------|-----------------------------|-----------------|
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| 6 Months Ended 30 June 2016 | | | | | | | |
| At 1 January 2016 | 102,850 | 120 | 255 | 133,528 | 236,753 | 115 | 236,868 |
| Movements during the period | - | (20) | - | 1,815 | 1,795 | - | 1,795 |
| Dividend | - | - | - | (1,028) | (1,028) | - | (1,028) |
| Balance at 30 June 2016 | <u>102,850</u> | <u>100</u> | <u>255</u> | <u>134,315</u> | <u>237,520</u> | <u>115</u> | <u>237,635</u> |

**6 Months Ended
30 June 2015**

| | | | | | | | |
|-----------------------------|----------------|-------------|------------|----------------|----------------|------------|----------------|
| At 1 January 2015 | 102,850 | (12) | 255 | 129,389 | 232,482 | 117 | 232,599 |
| Movements during the period | - | - | - | 2,010 | 2,010 | - | 2,010 |
| Dividend | - | - | - | (2,057) | (2,057) | - | (2,057) |
| Balance at 30 June 2015 | <u>102,850</u> | <u>(12)</u> | <u>255</u> | <u>129,342</u> | <u>232,435</u> | <u>117</u> | <u>232,552</u> |

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OCB BERHAD
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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW
FOR THE QUARTER ENDED 30 JUNE 2016

The figures have not been audited.

| | 6 Months ended 30/06/16 RM'000 | 6 Months ended 30/06/15 RM'000 |
|---|---|---|
| Net profit before taxation | 3,366 | 3,725 |
| Adjustment for non-cash flow: | | |
| Depreciation | 3,873 | 3,995 |
| Impairment loss on receivables | 278 | 337 |
| Impairment loss on inventories | - | - |
| Impairment loss on property, plant & equipment | - | - |
| Bad debts written off | - | - |
| Inventories written off | 4,081 | - |
| Property, plant & equipment written off | 8,279 | - |
| Provision for fire insurance compensation | (14,476) | - |
| Interest income | (62) | (55) |
| Interest expenses | 1,706 | 1,867 |
| Gain on disposal of fixed assets | - | (81) |
| Reversal on impairment loss on receivables | (247) | (81) |
| Amortisation of intangible asset | 75 | 75 |
| Unrealised foreign exchange (gain)/loss | (66) | - |
| Reversal of inventories written off | - | (53) |
| | <u>6,807</u> | <u>9,729</u> |
| Operating profit before changes in working capital | 6,807 | 9,729 |
| Changes in working capital: | | |
| Net Change in inventories | (3,788) | (302) |
| Net Change in receivables | (3,930) | (4,583) |
| Net Change in payables | 6,510 | (8,734) |
| | <u>5,599</u> | <u>(3,890)</u> |
| Cash flows generated/(used in) operating activities | 5,599 | (3,890) |
| Interest paid | (1,706) | (1,867) |
| Interest received | 62 | 55 |
| Tax paid | (1,843) | (1,977) |
| | <u>2,112</u> | <u>(7,679)</u> |
| Net cash flow generated/(used in) operating activities | 2,112 | (7,679) |
| Investing Activities | | |
| Proceed from disposal of property, plant & equipment | - | - |
| Purchase of property, plant & equipment | (2,392) | (2,273) |
| Purchase of investment | - | - |
| | <u>(2,392)</u> | <u>(2,273)</u> |
| Net cash flows used in investing activities | (2,392) | (2,273) |
| Financing Activities | | |
| Drawdown/(Repayment) of bills payables/revolving credit | 3,718 | 3,837 |
| (Repayment)/Drawdown of term loans | (2,190) | (1,092) |
| Dividend paid | (1,028) | (2,057) |
| Repayment of finance lease liabilities | (590) | (412) |
| | <u>(90)</u> | <u>276</u> |
| Net cash flows from financing activities | (90) | 276 |
| Net increase/(decrease) in cash and cash equivalent | (370) | (9,676) |
| Effect of foreign exchange translation | - | - |
| Cash & cash equivalents at beginning of year | 17,726 | 21,263 |
| | <u>17,356</u> | <u>11,587</u> |
| Cash & cash equivalents at end of period | 17,356 | 11,587 |
| CASH AND CASH EQUIVALENTS COMPRISE THE FOLLOWING BALANCE SHEET AMOUNTS | | |
| Cash & cash equivalents | 26,808 | 25,921 |
| Bank overdraft (Note B7) | (9,452) | (14,334) |
| | <u>17,356</u> | <u>11,587</u> |

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