



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual quarter		Cumulative quarter	
	3 months ended		3 months ended	
	31.03.14	31.03.13	31.03.14	31.03.13
	RM'000	RM'000	RM'000	RM'000
Continuing operations				
Revenue	10,267	9,504	10,267	9,504
Operating costs	(11,683)	(9,202)	(11,683)	(9,202)
Other income	1,475	816	1,475	816
	<hr/>	<hr/>	<hr/>	<hr/>
Profit from operations	59	1,118	59	1,118
Finance costs	(253)	(366)	(253)	(366)
Share of results of				
Associates	(13)	188	(13)	188
Jointly controlled entity	(2,206)	(2,937)	(2,206)	(2,937)
	<hr/>	<hr/>	<hr/>	<hr/>
Loss before tax	(2,413)	(1,997)	(2,413)	(1,997)
Tax expense	(137)	(85)	(137)	(85)
	<hr/>	<hr/>	<hr/>	<hr/>
Loss from continuing operations	(2,550)	(2,082)	(2,550)	(2,082)
Discontinued operations				
Loss from discontinued operations, net of tax	-	(6)	-	(6)
	<hr/>	<hr/>	<hr/>	<hr/>
Loss for the financial period	<u>(2,550)</u>	<u>(2,088)</u>	<u>(2,550)</u>	<u>(2,088)</u>
Attributable to:				
Owners of the parent				
- From continuing operations	(2,442)	(2,394)	(2,442)	(2,394)
- From discontinued operations	-	68	-	68
	<hr/>	<hr/>	<hr/>	<hr/>
	(2,442)	(2,326)	(2,442)	(2,326)
Non-controlling interests	(108)	238	(108)	238
	<hr/>	<hr/>	<hr/>	<hr/>
Loss for the financial period	<u>(2,550)</u>	<u>(2,088)</u>	<u>(2,550)</u>	<u>(2,088)</u>

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2013.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual quarter 3 months ended		Cumulative quarter 3 months ended	
	31.03.14 RM'000	31.03.13 RM'000	31.03.14 RM'000	31.03.13 RM'000
Loss for the financial period	(2,550)	(2,088)	(2,550)	(2,088)
Other comprehensive income, net of tax				
Foreign currency translation differences	(2,454)	5,240	(2,454)	5,240
Fair value adjustment of available-for-sale financial assets	(214)	10	(214)	10
Other comprehensive income for the financial period, net of tax	(2,668)	5,250	(2,668)	5,250
Total comprehensive income for the financial period	<u>(5,218)</u>	<u>3,162</u>	<u>(5,218)</u>	<u>3,162</u>
Total comprehensive income attributable to:				
Owners of the parent	(4,357)	1,770	(4,357)	1,770
Non-controlling interests	(861)	1,392	(861)	1,392
Total comprehensive income for the financial period	<u>(5,218)</u>	<u>3,162</u>	<u>(5,218)</u>	<u>3,162</u>
Basic loss per share attributable to owners of the parent (sen)				
- From continuing operations	(1.4)	(1.4)	(1.4)	(1.4)
- From discontinued operations	-	-	-	-
	<u>(1.4)</u>	<u>(1.4)</u>	<u>(1.4)</u>	<u>(1.4)</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2013.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31.03.14 RM'000	As at 31.12.13 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	55,525	56,634
Land use rights	14,912	15,175
Interest in associates	82,514	82,757
Interest in jointly controlled entities	31,792	34,100
Available-for-sale financial assets	1,596	1,816
Amount owing by a jointly controlled entity	40,009	37,902
	226,348	228,384
Current assets		
Trade receivables	10,609	11,340
Other receivables, deposits and prepayments	6,645	6,199
Amount owing by a jointly controlled entity	11,558	11,593
Tax assets	376	344
Cash & cash equivalents	175,758	183,377
	204,946	212,853
TOTAL ASSETS	431,294	441,237
EQUITY AND LIABILITIES		
Equity		
Share capital	178,026	178,026
Reserves	140,464	157,334
Treasury shares	(1,253)	(13,145)
Total equity attributable to owners of the parent	317,237	322,215
Non-controlling interests	58,514	59,375
Total equity	375,751	381,590
Non-current liabilities		
Long term borrowings	-	38,603
Deferred tax liabilities	46	46
	46	38,649
Current liabilities		
Trade payables	2,592	2,451
Other payables, deposits and accruals	10,884	13,385
Short term borrowings	41,788	4,910
Tax payables	233	252
	55,497	20,998
Total Liabilities	55,543	59,647
	431,294	441,237

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2013.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended	
	31.03.14	31.03.13
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax from continuing operations	(2,413)	(1,997)
Profit before tax from discontinued operation	-	617
Loss before tax, total	<u>(2,413)</u>	<u>(1,380)</u>
Adjustments for :-		
Depreciation of property, plant and equipment	461	2,375
Amortisation of land use rights	84	330
Gain on disposal of property, plant and equipment	(32)	(40)
Property, plant and equipment written off	-	6
Share of losses/(profits) of associates	13	(188)
Share of losses of jointly controlled entities	2,206	2,937
Unrealised gain on foreign exchange	-	(6)
Government grant income	-	(32)
Interest revenue	(1,042)	(375)
Interest expense	253	787
Operating (Loss)/Profit Before Working Capital Changes	<u>(470)</u>	<u>4,414</u>
Decrease in trade and other receivables	286	4,233
Decrease in trade and other payables	(2,360)	(6,692)
Cash (Used In)/Generated From Operations	<u>(2,544)</u>	<u>1,955</u>
Interest paid	(284)	(795)
Tax paid	(188)	(1,138)
Net Cash (Used In)/From Operating Activities	<u>(3,016)</u>	<u>22</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital work-in-progress incurred	-	(2,175)
Purchase of property, plant and equipment	(9)	(244)
Proceeds from disposal of property, plant and equipment	32	70
Advances to a jointly controlled entity	(2,233)	(8,419)
Interest received	1,042	375
Net Cash Used In Investing Activities	<u>(1,168)</u>	<u>(10,393)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from term loans	-	7,514
Repayments of term loans	(1,551)	(5,025)
Repayments of unsecured loan to a non-controlling shareholder	-	(2,391)
Treasury shares repurchased	(621)	(592)
Net Cash Used In Financing Activities	<u>(2,172)</u>	<u>(494)</u>
	<u>(6,356)</u>	<u>(10,865)</u>
Effects of exchange rate changes on cash and cash equivalents	(1,263)	597
Net change in cash and cash equivalents	<u>(7,619)</u>	<u>(10,268)</u>
Cash and cash equivalents at beginning of financial period	183,377	47,211
Cash and cash equivalents at end of financial period	<u>175,758</u>	<u>36,943</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2013.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Non-Distributable									Distributable			
	Share capital RM'000	Treasury shares RM'000	Share premium RM'000	Capital redemption reserve RM'000	Asset revaluation reserve RM'000	Foreign exchange translation reserve RM'000	Fair value reserve RM'000	Statutory reserve fund RM'000	Other reserve RM'000	Retained earnings RM'000	Total RM'000	Non-controlling interests RM'000	Total equity RM'000
3 months ended 31 March 2014													
At 01.01.14	178,026	(13,145)	27,609	19,000	2,028	11,685	396	7,433	4,430	84,753	322,215	59,375	381,590
Comprehensive income													
Loss for the financial period	-	-	-	-	-	-	-	-	-	(2,442)	(2,442)	(108)	(2,550)
Other comprehensive income													
Foreign currency translation differences	-	-	-	-	-	(1,726)	-	(24)	(15)	-	(1,765)	(689)	(2,454)
Fair value adjustment of available-for-sale financial assets	-	-	-	-	-	-	(150)	-	-	-	(150)	(64)	(214)
Total other comprehensive income for the financial period	-	-	-	-	-	(1,726)	(150)	(24)	(15)	-	(1,915)	(753)	(2,668)
Total comprehensive income for the financial period	-	-	-	-	-	(1,726)	(150)	(24)	(15)	(2,442)	(4,357)	(861)	(5,218)
Transactions with owners													
Purchase of treasury shares	-	(621)	-	-	-	-	-	-	-	-	(621)	-	(621)
Special share dividend of eight (8) treasury shares for every one hundred (100) existing ordinary shares of RM1.00 each held in respect of the financial year ended 31.12.2013	-	12,513	(12,513)	-	-	-	-	-	-	-	-	-	-
Total transactions with owners	-	11,892	(12,513)	-	-	-	-	-	-	-	(621)	-	(621)
At 31.03.14	178,026	(1,253)	15,096	19,000	2,028	9,959	246	7,409	4,415	82,311	317,237	58,514	375,751
3 months ended 31 March 2013													
At 01.01.13	178,026	(11,413)	27,609	19,000	52,474	(433)	234	15,375	-	73,554	354,426	77,197	431,623
Comprehensive income													
Loss/(profit) for the financial period	-	-	-	-	-	-	-	-	-	(2,326)	(2,326)	238	(2,088)
Other comprehensive income													
Foreign currency translation differences	-	-	-	-	-	3,933	-	156	-	-	4,089	1,151	5,240
Fair value adjustment of available-for-sale financial assets	-	-	-	-	-	-	7	-	-	-	7	3	10
Total other comprehensive income for the financial period	-	-	-	-	-	3,933	7	156	-	-	4,096	1,154	5,250
Total comprehensive income for the financial period	-	-	-	-	-	3,933	7	156	-	(2,326)	1,770	1,392	3,162
Transactions with owners													
Purchase of treasury shares	-	(592)	-	-	-	-	-	-	-	-	(592)	-	(592)
Total transactions with owners	-	(592)	-	-	-	-	-	-	-	-	(592)	-	(592)
At 31.03.13	178,026	(12,005)	27,609	19,000	52,474	3,500	241	15,531	-	71,228	355,604	78,589	434,193

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2013.

NOTES TO THE INTERIM FINANCIAL STATEMENTS

A. Explanatory Notes Pursuant To Malaysian Financial Reporting Standards (MFRS) 134

A.1 Accounting Policies

This condensed consolidated interim financial statements (Condensed Report) is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This Condensed Report should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 December 2013.

The accounting policies and methods of computation adopted in this Condensed Report are consistent with those adopted in the Group's annual audited financial statements for the financial year ended 31 December 2013 except for the adoption of the following new MFRSs, Amendments to MFRSs and Issues Committee ("IC") Interpretations that are effective from 1 January 2014:

Amendments to MFRS 10	Consolidated Financial Statements
Amendments to MFRS 12	Disclosure of Interests in Other Entities
Amendments to MFRS 127	Separate Financial Statements
Amendments to MFRS 132	Financial Instruments : Presentation
Amendments to MFRS 136	Impairment of Assets
Amendments to MFRS 139	Financial Instruments : Recognition and Measurement
IC Interpretation 21	Levies

The following new MFRS and Amendments to MFRS were issued but not yet effective and have not been applied by the Group:

		Effective for annual periods beginning on or after
Amendments to MFRS 1	First-time Adoption of MFRSs	1 July 2014
Amendments to MFRS 2	Share-based Payment	1 July 2014
Amendments to MFRS 3	Business Combinations	1 July 2014
Amendments to MFRS 7	Financial Instruments : Disclosures	Applies when MFRS 9 is applied
Amendments to MFRS 8	Operating Segments	1 July 2014
Amendments to MFRS 13	Fair Value Measurement	1 July 2014
Amendments to MFRS 116	Property, Plant and Equipment	1 July 2014
Amendments to MFRS 119	Employee Benefits	1 July 2014
Amendments to MFRS 124	Related Party Disclosures	1 July 2014
Amendments to MFRS 138	Intangible Assets	1 July 2014
Amendments to MFRS 139	Financial Instruments : Recognition and Measurement	Applies when MFRS 9 is applied
Amendments to MFRS 140	Investment Property	1 July 2014

The directors expect that the adoption of the new MFRSs, Amendments to MFRSs and IC Interpretation above will not have any impact on the interim financial report in the year of initial application.

A.2 Qualification of Preceding Annual Financial Statements

The audit report of the Company's most recent annual financial statements was reported without qualification.

A.3 Seasonal or Cyclical Factors

The business operations of the Group were not materially affected by any seasonal or cyclical factors.

A.4 Unusual Material Event

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

A.5 Material Changes in Estimates

There were no significant changes in estimates of amounts reported which would have a material effect in the current financial quarter under review.

A.6 Debts and Equity Securities

During the current financial quarter, the Company had repurchased a total of 833,200 ordinary shares of RM1.00 each of its issued share capital from the open market at an average cost of RM0.745 per share. The total consideration paid for the share buy-back was RM620,558 and was financed by internally generated funds. As at 31 March 2014, a total of 1,309,375 treasury shares were held by the Company. The repurchased shares are held as treasury shares in accordance with the requirements of Section 67A of the Companies Act, 1965.

On 3 March 2014, a total of 13,089,325 treasury shares were distributed pursuant to the share dividend for the financial year ended 31 December 2013.

Apart from the above, there were no other issuance or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale/repurchase of treasury shares during the current financial year-to-date.

A.7 Dividend Paid

A special share dividend on the basis of eight (8) treasury shares for every one hundred (100) existing ordinary shares of RM1.00 each held in the Company totaling to 13,089,325 treasury shares, of which fraction of treasury share was to be disregarded, in respect of the financial year ended 31 December 2013 were distributed on 3 March 2014.

A.8 Operating Segments

The Group has three reportable segments as shown below, which are the Group's strategic business units in three principal geographical areas. Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment.

a. By Activity

	Warehousing & related value added services RM'000	Transportation & distribution RM'000	Freight forwarding RM'000	Consolidated RM'000
3 months ended 31.03.2014				
External revenue				
- From continuing operations	7,582	2,563	122	10,267
- From discontinued operations	-	-	-	-
	<u>7,582</u>	<u>2,563</u>	<u>122</u>	<u>10,267</u>
Segment profit				
- From continuing operations	135	68	18	221
- From discontinued operations	-	-	-	-
	<u>135</u>	<u>68</u>	<u>18</u>	<u>221</u>
3 months ended 31.03.2013				
External revenue				
- From continuing operations	6,495	2,914	95	9,504
- From discontinued operations	21,845	1,477	26	23,348
	<u>28,340</u>	<u>4,391</u>	<u>121</u>	<u>32,852</u>
Segment profit				
- From continuing operations	1,239	139	6	1,384
- From discontinued operations	383	234	-	617
	<u>1,622</u>	<u>373</u>	<u>6</u>	<u>2,001</u>

A.8 Operating Segments (cont'd)

a. By Activity (cont'd)

Reconciliation of reportable segment profit/(loss)	Individual quarter		Cumulative quarter	
	3 months ended		3 months ended	
	31.03.14	31.03.13	31.03.14	31.03.13
	RM'000	RM'000	RM'000	RM'000
Total profit from reportable segments				
- From continuing operations	221	1,384	221	1,384
- From discontinued operations	-	617	-	617
Other non-reportable segments	(415)	(632)	(415)	(632)
Share of results of associates	(13)	188	(13)	188
Share of results of jointly controlled entities	(2,206)	(2,937)	(2,206)	(2,937)
Consolidated loss before tax	<u>(2,413)</u>	<u>(1,380)</u>	<u>(2,413)</u>	<u>(1,380)</u>

b. By Geographical Location

External revenue	Individual quarter		Cumulative quarter	
	3 months ended		3 months ended	
	31.03.14	31.03.13	31.03.14	31.03.13
	RM'000	RM'000	RM'000	RM'000
The People's Republic of China (incl. Hong Kong)				
- From continuing operations	10,267	9,504	10,267	9,504
- From discontinued operations	-	23,348	-	23,348
	<u>10,267</u>	<u>32,852</u>	<u>10,267</u>	<u>32,852</u>

Loss before tax	Individual quarter		Cumulative quarter	
	3 months ended		3 months ended	
	31.03.14	31.03.13	31.03.14	31.03.13
	RM'000	RM'000	RM'000	RM'000
Malaysia	(403)	(611)	(403)	(611)
The People's Republic of China (incl. Hong Kong)				
- From continuing operations	196	1,551	196	1,551
- From discontinued operations	-	617	-	617
United Arab Emirates	(2,206)	(2,937)	(2,206)	(2,937)
	<u>(2,413)</u>	<u>(1,380)</u>	<u>(2,413)</u>	<u>(1,380)</u>

A.9 Discontinued Operations

On 30 October 2013, Integrated Logistics (H.K.) Limited, in which ILB has 70% effective equity interest had completed the share sale in relation to the Deed of Sale and Purchase dated 28 June 2013 entered into with Winfair International Holdings Limited for the disposal of 100% equity interest in ISH Logistics (Shenzhen II) Limited ("IL Shenzhen") and Integrated Logistics Henan (H.K.) Limited ("IL Henan") for a total cash consideration of RMB998.0 million.

In accordance with MFRS 5: Non-Current Assets Held For Sale and Discontinued Operations, IL Shenzhen and IL Henan are classified as disposal group held for sale/discontinued operations. The results and cash flow of the disposal group were classified as "Discontinued Operations" in the Condensed Consolidated Statement of Comprehensive Income.

Profits attributable to the discontinued operations were as follows:-

	Individual quarter		Cumulative quarter	
	3 months ended		3 months ended	
	31.03.2013		31.03.2013	
	RM'000		RM'000	
Revenue	23,348		23,348	
Operating costs	(22,606)		(22,606)	
Other income	296		296	
Profit from operations	1,038		1,038	
Finance costs	(421)		(421)	
Profit before tax	617		617	
Tax expense	(623)		(623)	
Loss for the financial period	(6)		(6)	

A.9 Discontinued Operations (cont'd)

The cash flows attributable to the discontinued operations are as follows:

	Cumulative quarter 3 months ended 31.03.2013
	RM'000
Operating cash flows	(247)
Investing cash flows	(178)
Financing cash flows	3,896
	<u>3,471</u>

A.10 Valuations of Property, Plant and Equipment

The valuation of land and building has been brought forward without amendment from the previous audited Annual Financial Statements.

A.11 Material Subsequent Events

There is no material event subsequent to the end of the period under review.

A.12 Changes in The Composition of the Group

Integrated Leasing Corporation Sdn Bhd, a wholly-owned subsidiary of ILB which was under Members' Voluntary Winding-up, has been dissolved in January 2014.

A.13 Contingent Liabilities and Contingent Assets

As at the end of the reporting quarter, corporate guarantees given by the Company to financial institutions for banking facilities granted to a subsidiary amounted to RM3.1 million, and to a jointly controlled entity amounted to RM45.2 million.

Apart from the above, there were no other contingent liabilities and contingent assets since the last annual reporting date.

A.14 Capital Commitment

As at the end of the reporting quarter, the Group has a capital commitment of RM7.5 million in respect of the enhancement of logistics warehouse facilities by a jointly controlled entity.

B. Explanatory Notes As Per Bursa Malaysia - Listing Requirements Chapter 9.22 of Part K

B.1 Review of Performance

a. Continuing operations

For the current quarter ended 31 March 2014, the Group posted a revenue of RM10.3 million which was 8.4% higher than the revenue of RM9.5 million for the corresponding quarter in the preceding year. The higher revenue was mainly due to revenue increase from the warehousing & related value added services segment of the Group's operations in the People's Republic of China.

The Group posted a pre-tax loss of RM2.4 million for the current quarter as compared to the pre-tax loss for the corresponding quarter in the preceding year of RM2.0 million. The increase in pre-tax loss of RM0.4 million for the current quarter was mainly due to the following:

	RM million
i) <u>The People's Republic of China</u>	
Increase in operating costs	(1.8)
Increase in losses from Associate	(0.2)
Increase in other income	0.5
Decrease in finance costs	0.1
ii) <u>Malaysia</u>	
Decrease in operating costs	0.1
Increase in other income	0.1
iii) <u>United Arab Emirates</u>	
Decrease in losses from Jointly Controlled Entity	0.8
	<u>(0.4)</u>

b. Discontinued Operations

There was no revenue and profit or loss arising from discontinued operations for the current quarter because the sale of the People's Republic of China operations of which the exercise was completed on 30 October 2013 (note A9).

B.2 Comparison With Immediate Preceding Quarter's Results

	Revenue		(Loss)/Profit before tax	
	3 months ended		3 months ended	
	31.03.2014	31.12.2013	31.03.2014	31.12.2013
	RM'000	RM'000	RM'000	RM'000
- From continuing operations	10,267	11,592	(2,413)	200,647
- From discontinued operations	-	7,999	-	67
	<u>10,267</u>	<u>19,591</u>	<u>(2,413)</u>	<u>200,714</u>

Compared to the immediate preceding quarter, the Group's revenue recorded a decrease of 47.4% from RM19.6 million to RM10.3 million. The lower revenue was mainly due to revenue decrease from the warehousing & related value added services and transportation & distribution segments of the Group's operations in the People's Republic of China and also the completion of disposal from discontinued operations on 30 October 2013 (note A9).

The Group recorded a pre-tax loss of RM2.4 million for the current quarter as compared to the immediate preceding quarter's pre-tax profit of RM200.7 million. The increase in pre-tax loss of RM203.1 million for the current quarter was mainly due to the following:

	RM million
i) <u>The People's Republic of China</u>	
Gain on disposal of subsidiaries, ISH Logistics (Shenzhen II) Limited and Integrated Logistics Henan (H.K.) Ltd. in prior year	(245.9)
Decrease in operating costs	42.8
Decrease in losses from Associate	0.9
Decrease in finance costs	0.1
Decrease in other income	(0.3)
ii) <u>Malaysia</u>	
Increase in operating costs	(1.4)
Increase in other income	0.4
Decrease in profit from Associate	(0.1)
iii) <u>United Arab Emirates</u>	
Decrease in losses from Jointly Controlled Entity	0.4
	<u>(203.1)</u>

B.3 Prospects

In view of the current global economic conditions, the Board foresees the market conditions will continue to remain challenging for the rest of the year. While measures continue to be taken to ensure the sustainability of the Group's revenue & operations, the challenging environment is expected to have an impact on the Group's performance for the current financial quarter.

B.4 Variance of Actual Profit from Forecast Profit

Not applicable as there was no profit forecast issued.

B.5 Tax Expense

	Current financial quarter ended 31.03.2014	Current financial year-to-date ended 31.03.2014
	RM'000	RM'000
Tax expense comprises :-		
Current income tax	137	137
Deferred tax	-	-
Tax expense for the financial period	<u>137</u>	<u>137</u>

Reconciliation between tax expense and accounting profit

The reconciliation between tax expense and the product of accounting loss multiplied by the applicable corporate tax rate for the financial period ended 31 March 2014 are as follows:-

	Current financial quarter ended 31.03.2014	Current financial year-to-date ended 31.03.2014
	RM'000	RM'000
Loss before tax	<u>2,413</u>	<u>2,413</u>
Tax at Malaysian statutory tax rate of 25%	(603)	(603)
Different tax rates in other countries	87	87
Adjustments:		
Share of results of associates	(3)	(3)
Share of results of jointly controlled entities	551	551
Tax effect on non-taxable revenue	(135)	(135)
Tax effect on non-deductible expenses	244	244
Tax effect of withholding tax in foreign subsidiaries	4	4
Deferred tax assets not recognised during the financial period	(34)	(34)
Utilisation of deferred tax assets not recognised in prior financial years	<u>26</u>	<u>26</u>
Income tax expense recognised in profit or loss	<u>137</u>	<u>137</u>

B.6 Status of Corporate Proposals

There was no corporate proposal announced but not completed during the current quarter and financial year-to-date.

B.7 Group Borrowings and Debt Securities

	As at 31.03.2014	As at 31.03.2013
	RM'000	RM'000
a. Short term borrowings		
Secured :-		
Portion of term loans repayable within 12 months	3,103	28,198
Unsecured :-		
Loan from a non-controlling shareholder repayable within 12 months	<u>38,685</u>	<u>12,828</u>
	<u>41,788</u>	<u>41,026</u>
b. Long term borrowings	As at 31.03.2014	As at 31.03.2013
	RM'000	RM'000
Secured :-		
Portion of term loans repayable after 12 months	-	31,376
Unsecured :-		
Loan from a non-controlling shareholder repayable after 12 months	<u>-</u>	<u>35,831</u>
	<u>-</u>	<u>67,207</u>

B.7 Group Borrowings and Debt Securities (cont'd)

- c. All the above borrowings are denominated in Ringgit Malaysia except for the following loans which are denominated in foreign currencies:-

	As at 31.03.2014	As at 31.03.2013
	RM'000	RM'000
(i) In Chinese Renminbi		
Portion of term loans repayable within 12 months	-	14,897
Portion of term loans repayable after 12 months	-	-
	<u>-</u>	<u>14,897</u>
(ii) In US Dollars		
Portion of term loans repayable within 12 months	3,103	13,301
Portion of term loans repayable after 12 months	-	31,376
	<u>3,103</u>	<u>44,677</u>
(iii) In Hong Kong Dollars		
Loan from a non-controlling shareholder repayable within 12 months	38,685	12,828
Loan from a non-controlling shareholder repayable after 12 months	-	35,831
	<u>38,685</u>	<u>48,659</u>

B.8 Financial Instruments

a. Derivatives

There were no outstanding derivatives (including instruments designated as hedging instruments) in the current financial quarter under review.

b. Gains/(losses) arising from fair value changes in financial liabilities

There were no gain/(loss) arising from the fair value changes in financial liabilities in the current financial quarter under review.

B.9 Material Litigation

As at the date of this announcement, there were no material changes in litigations since the last annual reporting date.

B.10 Dividend Payable

No dividend is payable as at the end of the financial quarter.

B.11 Loss Per Share ("EPS")

	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31.03.14	31.03.13	31.03.14	31.03.13
(Loss)/Profit attributable to owners of the Parent (RM'000)				
- From continuing operations	(2,442)	(2,394)	(2,442)	(2,394)
- From discontinued operations	-	68	-	68
	<u>(2,442)</u>	<u>(2,326)</u>	<u>(2,442)</u>	<u>(2,326)</u>
Weighted average number of ordinary shares for basic EPS ('000)	176,923	165,961	176,923	165,961
Basic EPS (sen)				
- From continuing operations	(1.4)	(1.4)	(1.4)	(1.4)
- From discontinued operations	-	-	-	-
	<u>(1.4)</u>	<u>(1.4)</u>	<u>(1.4)</u>	<u>(1.4)</u>

B.12 Realised and Unrealised Profits/(Losses) Disclosure

	As at 31.03.2014	As at 31.03.2013
Total retained earnings of the Company and its subsidiaries	RM'000	RM'000
- Realised	81,085	50,352
- Unrealised	-	(1)
	<u>81,085</u>	<u>50,351</u>
 Total share of retained earnings from associates		
- Realised	12,150	13,117
- Unrealised	(3,320)	(2,920)
	<u>8,830</u>	<u>10,197</u>
 Total share of accumulated losses from jointly controlled entities		
- Realised	(20,599)	(10,347)
- Unrealised	-	-
	<u>(20,599)</u>	<u>(10,347)</u>
 Less : Consolidation adjustments	<u>12,995</u>	<u>21,027</u>
 Total retained earnings of the Group	<u>82,311</u>	<u>71,228</u>

B.13 Loss Before Tax

The following items have been included in arriving at loss before tax:-

	Current financial quarter ended 31.03.2014	Current financial year-to-date ended 31.03.2014
	RM'000	RM'000
Depreciation of property, plant and equipment	461	461
Amortisation of land use rights	84	84
Auditors' remuneration	34	34
Directors' remuneration		
- fees	80	80
- other emoluments	543	543
Gain on disposal of property, plant and equipment	(32)	(32)
Rental of premises, land and buildings	2,586	2,586
Rental of equipment	3	3
Staff costs		
- Contribution to defined contribution plan	17	17
- Salaries and others	2,089	2,089
Interest expense	253	253
Interest revenue	(1,042)	(1,042)

B.14 Comparative Figures

Certain comparative figures have been reclassified where necessary to conform with the current quarter's presentation.

By Order of the Board

Amarjit Singh A/L Banta Singh
Company Secretary

Selangor
19 May 2014