(Tempatan 43072 - A) MALAYSIA SMELTING CORPORATION BERHAD (Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 March 2015

As at 31,03,2015 31,12,2014 Audited RM'000 RM'000	as at 31 March 2015			
Non-current assets S8,448 S8,465 Property, plant and equipment S8,448 S8,465 Prepaid land lease payments S8,341 S8,391			31.03.2015 Unaudited	31.12.2014 Audited
Property, plant and equipment 88,448 83,465	Assets	Note		
Prepaid land lease payments	Non-current assets			
Base inventory 3,000 3,000 10 10 10 10 10 10 10				
Intangible assets 8,831 8,868 Investment associates and joint ventures 75,021 71,318 Investment securities 77,087 7,792 71,318 Investment securities 77,087 7,792 11,458 11,458 11,458 11,458 11,458 11,458 11,458 14,256 3,981 12,565 12,565				
Investment securities	•			
Other non-current assets 11,782 11,458 Other receivables 6,349 5,982 Deferred tax assets 4,256 3,981 Derivative financial instruments 53 - Current assets 205,458 201,703 Inventories 264,847 253,952 Trade and other receivables 107,571 104,003 Other current assets 4,428 3,190 Tax recoverable 8,074 3,528 Cash, bank balances and deposits 99,650 118,311 Total assets 690,028 684,687 Equity and liabilities 86,002 684,687 Equity and liabilities 11,150 10,505 Borrowings 19 337,068 335,921 Provisions 11,150 10,505 Borrowings 19 337,068 335,921 Trade and other payables 8,005 81,225 Current tax payable 19 25 Derivative financial instruments 4,383,7 5,661 Non-curr	Investment in associates and joint ventures		75,021	71,318
Other receivables 6,349 5,882 Deferred tax assets 4,256 3,981 Derivative financial instruments 53 - Current assets 264,847 253,952 Inventories 264,847 253,952 Trade and other receivables 107,571 104,003 Other current assets 4,428 3,190 Tax recoverable 8,074 3,528 Cash, bank balances and deposits 99,650 118,311 Total assets 699,028 684,687 Equity and liabilities Current liabilities Equity and liabilities Derivativ and liabilities Trade and other payables 11,150 10,505 Borrowings 19 337,068 335,921 Trade and other payables 8,005 81,225 Current tax payable 9,387 5,661 Derivative financial instruments 6,387 5,661 Non-current liabilities 10,441 10,350 Deferred tax liabilities <td></td> <td></td> <td></td> <td></td>				
Deferred tax assets				
Derivative financial instruments				
Current assets				3,961
Current assets	Derivative interior instruments			201.703
Inventories 264,847 253,952 Trade and other receivables 107,571 104,003 Tax recoverable 8,074 3,528 Cash, bank balances and deposits 484,650 482,984 Total assets 690,028 684,687 Equity and liabilities Equity and liabilities Equity and liabilities Current liabilities Troid and other payables 11,150 337,068 335,921 Trade and other payable 19 25 Current liab payable 19 25 Derivative financial instruments 6,387 5,661 Non-current liabilities Non-current liabilities Non-current liabilities 442,629 433,337 Net current assets/(liabilities) 10,441 10,350 Deferred tax liabilities 11,125 1,092 Borrowings 19 - 5,208 Derivative financial instruments - 476 Total liabilities 11,566 17,128 Total liabilities 454,195 450,465 Net assets 235,833 234,222 Equity attributable to owners of the Company Share capital 100,000 100,000 Share premium 76,372 76,372 Cother reserves 26,104 21,603 Retained earnings 33,058 35,946 Non-controlling interests 299 301				2011.00
Trade and other receivables Other current assets 107,571 104,003 Other current assets 4,428 3,190 Tax recoverable 8,074 3,528 Cash, bank balances and deposits 99,650 118,311 484,570 482,984 Total assets 690,028 684,687 Equity and liabilities Current liabilities Provisions Borrowings 19 337,088 335,921 Trade and other payables 99,650 11,150 10,505 11,150 10,505 11,150 10,505 11,150 10,505 11,150 10,505 11,150 10,505 11,150 10,505 11,150 10,505 11,150 10,337 10,441 10,350 10,441 10,350 10,441 10,350 10,441 10,350 10,441 10,350 10,441 10,350 10,441 10,350 10,441 10,350 10,441 10,350 10,441 10,350 10,441 11,566 11,125 11,92 11,1566 11,125 11,125 11,12	Current assets			
Other current assets 4,428 3,190 Tax recoverable 8,074 3,528 Cash, bank balances and deposits 99,650 118,311 484,570 482,984 Total assets 690,028 684,687 Equity and liabilities Current liabilities Provisions 11,150 10,505 Borrowings 19 337,068 335,921 Trade and other payables 88,005 81,225 Current tax payable 9 25 Derivative financial instruments 6,387 5,661 Perivative financial instruments 41,941 49,647 Non-current liabilities 10,441 10,350 Deferred tax liabilities 10,441 10,350 Deferred tax liabilities 1,125 1,092 Borrowings 19 - 5,208 Derivative financial instruments - 476 Total liabilities 454,195 450,465 Net assets 235,833 234,222 Equity				253,952
Tax recoverable Cash, bank balances and deposits 8,074 99,650 118,311 484,570 3,528 118,311 484,570 482,984 Total assets 690,028 684,687 Equity and liabilities Equity and liabilities Current liabilities 11,150 10,505 337,068 335,921 337,068 335,921 Borrowings 19 337,068 335,921 335,921 Trade and other payables 88,005 81,225 (3,337 5,661 42,259 442,629 433,337 5,661 442,629 4433,337 5,661 442,629 4433,337 5,661 442,629 4433,337 5,661 442,629 443,3337 5,661 442,629 443,3337 5,661 442,629 443,647 5,6				
Cash, bank balances and deposits 99,650 484,570 482,984 Total assets 690,028 684,687 Equity and liabilities Current liabilities Provisions 11,150 10,505 Borrowings 19 337,068 335,921 Trade and other payables 88,005 81,225 Current tax payable 19 25 Derivative financial instruments 6,387 5,661 Net current assets/(liabilities) 41,941 49,647 Non-current liabilities 10,441 10,350 Deferred tax liabilities 1,125 1,092 Derivative financial instruments - 478 Derivative financial instruments - 478 Total liabilities 454,195 450,465 Net assets 235,833 234,222 Equity attributable to owners of the Company Share capital 100,000 100,000 Retained earnings 33,058 35,946 Retained earnings 33,058 33,946 Non-controlling interests 299 301				
A84,570				
Total assets 690,028 684,687	Cash, bank balances and deposits			
Equity and liabilities			10.10.0	
Current liabilities	Total assets		690,028	684,687
Provisions 19 337,068 335,921 Trade and other payables 19 88,005 Current tax payable 19 25 Derivative financial instruments 6,387 5,661 Value of the company 10,441 10,350 Deferred tax liabilities 1,125 1,092 Borrowings 19 - 5,208 Derivative financial instruments 11,566 17,128 Total liabilities 454,195 450,465 Net assets 235,833 234,222 Equity attributable to owners of the Company Share capital 100,000 100,000 Share premium 76,372 76,372 Other reserves 26,104 21,603 Retained earnings 299 301 Non-controlling interests 299 301	Equity and liabilities			
Borrowings	Current liabilities		72	240
Trade and other payables 88,005 81,225 Current tax payable 19 25 Derivative financial instruments 6,387 5,661 Net current assets/(liabilities) 41,941 49,647 Non-current liabilities 10,441 10,350 Provisions 10,441 10,350 Deferred tax liabilities 1,125 1,092 Borrowings 19 - 5,208 Derivative financial instruments - 478 Total liabilities 454,195 450,465 Net assets 235,833 234,222 Equity attributable to owners of the Company 5,208 100,000 Share capital 100,000 100,000 Share premium 76,372 76,372 Other reserves 26,104 21,603 Retained earnings 33,058 35,946 Non-controlling interests 299 301				
Current tax payable 19 25 Derivative financial instruments 6,387 5,661 Net current assets/(liabilities) 41,941 49,647 Non-current liabilities 10,441 10,350 Provisions 10,441 10,350 Deferred tax liabilities 1,125 1,092 Borrowings 19 - 5,208 Derivative financial instruments - 478 Total liabilities 454,195 450,465 Net assets 235,833 234,222 Equity attributable to owners of the Company 100,000 100,000 Share capital 100,000 100,000 Share premium 76,372 76,372 Other reserves 26,104 21,603 Retained earnings 33,058 35,946 Non-controlling interests 299 301		19	1	
Derivative financial instruments				
Net current assets/(liabilities) 41,941 49,647 Non-current liabilities 10,441 10,350 Provisions 1,125 1,092 Derred tax liabilities 1,125 1,092 Borrowings 19 - 5,208 Derivative financial instruments - 478 11,566 17,128 Total liabilities 454,195 450,465 450,465 450,465 10,000 100,000 100,000 100,000 Share capital 100,000 100,000 100,000 100,000 Share premium 76,372 76,372 76,372 76,372 76,372 21,603 21,603 35,946 235,534 233,921 235,534 233,921 Non-controlling interests 299 301				
Non-current liabilities 10,441 10,350 Provisions 1,125 1,092 Borrowings 19 - 5,208 Derivative financial instruments - 478 Total liabilities 454,195 450,465 Net assets 235,833 234,222 Equity attributable to owners of the Company 100,000 100,000 Share premium 76,372 76,372 Other reserves 26,104 21,603 Retained earnings 33,058 35,946 Von-controlling interests 299 301			442,629	433,337
Provisions 10,441 10,350 Deferred tax liabilities 1,125 1,092 Borrowings 19 - 5,208 Derivative financial instruments - 478 Total liabilities 454,195 450,465 Net assets 235,833 234,222 Equity attributable to owners of the Company 100,000 100,000 Share capital 100,000 100,000 Share premium 76,372 76,372 Other reserves 26,104 21,603 Retained earnings 33,058 35,946 Non-controlling interests 299 301	Net current assets/(liabilities)		41,941	49,647
Provisions 10,441 10,350 Deferred tax liabilities 1,125 1,092 Borrowings 19 - 5,208 Derivative financial instruments - 478 Total liabilities 454,195 450,465 Net assets 235,833 234,222 Equity attributable to owners of the Company 100,000 100,000 Share capital 100,000 100,000 Share premium 76,372 76,372 Other reserves 26,104 21,603 Retained earnings 33,058 35,946 Non-controlling interests 299 301	Non-current liabilities			
Deferred tax liabilities			10.441	10.350
Derivative financial instruments - 478 11,566 17,128 Total liabilities 454,195 450,465 Net assets 235,833 234,222 Equity attributable to owners of the Company 100,000 100,000 Share capital 100,000 100,000 100,000 Share premium 76,372 76,372 76,372 0ther reserves 26,104 21,603 Retained earnings 33,058 35,946 Non-controlling interests 299 301	Deferred tax liabilities			
Total liabilities 454,195 450,465 Net assets 235,833 234,222 Equity attributable to owners of the Company 100,000 100,000 Share capital 100,000 100,000 Share premium 76,372 76,372 Other reserves 26,104 21,603 Retained earnings 33,058 35,946 Non-controlling interests 299 301	Borrowings	19	*	5,208
Total liabilities 454,195 450,465 Net assets 235,833 234,222 Equity attributable to owners of the Company 0 100,000 100,000 100,000 100,000 100,000 200,000	Derivative financial instruments		-	
Net assets 235,833 234,222 Equity attributable to owners of the Company 100,000 100,000 Share capital 76,372 76,372 Other reserves 26,104 21,603 Retained earnings 33,058 35,946 Von-controlling interests 299 301			11,566	17,128
Equity attributable to owners of the Company 100,000 100,000 Share capital 76,372 76,372 Other reserves 26,104 21,603 Retained earnings 33,058 35,946 Von-controlling interests 299 301	Total liabilities		454,195	450,465
Equity attributable to owners of the Company 100,000 100,000 Share capital 76,372 76,372 Other reserves 26,104 21,603 Retained earnings 33,058 35,946 Von-controlling interests 299 301	Net assets		235,833	234,222
Share capital 100,000 100,000 Share premium 76,372 76,372 Other reserves 26,104 21,603 Retained earnings 33,058 35,946 Von-controlling interests 299 301	Equity ethick that he comes of the Company			
Share premium 76,372 76,372 Other reserves 26,104 21,603 Retained earnings 33,058 35,946 235,534 233,921 Non-controlling interests 299 301			100 000	100,000
Other reserves 26,104 21,603 Retained earnings 33,058 35,946 235,534 233,921 Non-controlling interests 299 301				
Retained earnings 33,058 35,946 235,534 233,921 Non-controlling interests 299 301				
Non-controlling interests 299 301			1	
			1	
Total Equity				
	Total Equity		235,833	234,222
Total equity and liabilities 690,028 684,687	Total equity and liabilities		690,028	684,687

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT

for the period ended 31 March 2015

		← 1 st (Quarter —		o Date →
	Note	31.03.2015 RM'000	31.03.2014 RM'000 (Note)	31.03.2015 RM'000	31.03.2014 RM'000 (Note)
Revenue		381,640	429,097	381,640	429,097
(Loss)/Profit from operations		(690)	26,179	(690)	26,179
Gross interest income		1,403	981	1,403	981
Gross interest expense		(3,371)	(3,096)	(3,371)	(3,096)
Share of results of associates and joint ventures	1	732	(25)	732	(25)
(Loss)/Profit before tax from continuing operations	5	(1,926)	24,039	(1,926)	24,039
Income tax expense	17	(964)	(5,901)	(964)	(5,901)
(Loss)/Profit from continuing operations, net of tax		(2,890)	18,138	(2,890)	18,138
Discontinued operations Loss from discontinued operations, net of tax		(*)	(3,502)	π.	(3,502)
(Loss)/Profit net of tax	š	(2,890)	14,636	(2,890)	14,636
Attributable to:					
Owners of the Company		(2,888)	14,716	(2,888)	14,716
Non-controlling interests	ì	(2)	(80)	(2)	(80)
		(2,890)	14,636	(2,890)	14,636
(Loss)/Earnings per share attributable to owners of the Company (sen):	25				
Basic/Diluted - from continuing operations - from discontinued operations		(2.9)	18.1 (3.4)	(2,9)	18.1 (3.4)
		(2.9)	14.7	(2.9)	14.7
Proposed/Declared dividend per share (sen)	27	, s :			
E)				As at end of current quarter	As at preceding financial year end
Net assets per share attributable to owners of the Company (RM)			; .	2.36	2.34

Note - Comparative numbers have been changed to present the performance of continuing operations and discontinued operations.

The unaudited condensed consolidated income statement should be read in conjunction with the audited annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

(Tempatan 43072 -A) MALAYSIA SMELTING CORPORATION BERHAD (Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the period ended 31 March 2015

		1 st Qu 3 months		Year to	
	Note	31.03.2015 RM'000	31.03.2014 RM'000	31.03.2015 RM'000	31.03.2014 RM'000
(Loss)/Profit net of tax		(2,890)	14,636	(2,890)	14,636
Items that may be subsequently reclassified to profit or loss:					
Foreign currency translation Net fair value changes in available-for-sale		2,970	1,949	2,970	1,949
investment securities		(535)	3,194	(535)	3,194
Net fair value changes on cash flow hedges		2,066	1,689	2,066	1,689
Other comprehensive income for the period, net of tax	=	4,501	6,832	4,501	6,832
Total comprehensive income for the period	:=	1,611	21,468	1,611	21,468
Total comprehensive income attributable to:					
Owners of the Company		1,613	21,206	1,613	21,206
Non-controlling interests		(2)	262	(2)	262
	-	1,611	21,468	1,611	21,468

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

(Tempatan 43072 -A) MALAYSIA SMELTING CORPORATION BERHAD (Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the period ended 31 March 2015

					Attributable to owners of the Company	owners of the	Company				
					Non	- Non - Distributable			Ī	Distributable	
	Total equity RM'000	Equity attributable to owners of the Company, total RM'000	Share capital RM'000	Share premium RM'000	Revaluation reserves RM'000	Foreign currency translation reserves RM'000	Available- for-sale ("AFS") reserves RM'000	Hedging reserves RM'000	Reserves of disposal group classified as held for sale RM'000	Retained earnings RM'000	Non-controlling interests RM'000
At 1 January 2015	234,222	233,921	100,000	76,372	24,666	(736)	2,259	(4,586)	•	35,946	301
Loss for the period	(2,890)	(2,888)	(*)			**	•/			(2,888)	(2)
Other comprehensive income	4,501	4,501	2.4	•	•	2,970	(535)	2,066	•	•	•
Total comprehensive income	1,611	1,613	•		*	2,970	(535)	2,066	•	(2,888)	(2)
At 31 March 2015	235,833	235,534	100,000	76,372	24,666	2,234	1,724	(2,520)	•	33,058	299

(Tempatan 43072 -A)
MALAYSIA SMELTING CORPORATION BERHAD
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Cont'd) for the period ended 31 March 2014

					Attributable to	Attributable to owners of the Company	Сотрапу				
					Non	Non - Distributable			ļ ļ	Distributable	
	Total	Equity attributable to owners of the Company,	Share	Share	Revaluation	Foreign currency translation	AFS	Hedging	Reserves of disposal group classified as	Retained	Non-controlling
	equity RM'000	total RM'000	capital RM'000	premium RM'000	reserves RM'000	reserves RM'000	reserves RM'000	reserves RM'000	held for sale RM'000	earnings RM'000	interests RM'000
At 1 January 2014	180,656	222,768	100,000	76,372	21,116	(14,198)	1,661	(1,316)	(6)669)	46,102	(42,112)
Profit for the period	14,636	14,716			*	•	3	1.0	•	14,716	(80)
Other comprehensive income	6,832	6,490	2	10	•	1,607	3,194	1,689	•	•	342
Total comprehensive income	21,468	21,206	302	.(e:	(1€)	1,607	3,194	1,689	٠	14,716	262
Reserve of disposal group classified as held for sale	∏ # 3;	<u>(*</u>	±.	1.00	•	(1,015)	•	1.	1,015	į	*
At 31 March 2014	202,124	243,974	100,000	76,372	21,116	(13,606)	4,855	373	(5,954)	60,818	(41,850)

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

(Tempatan 43072 - A) MALAYSIA SMELTING CORPORATION BERHAD (Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the period ended 31 March 2015

for the period ended 31 March 2015		3 months en	ded
	Note	31.03.2015	31.03.2014
		RM'000	RM'000
Operating activities			
Operating cash flows before changes in working capital		21,146	24,874
(Increase)/Decrease in inventories		(23,599)	36,448
Increase in receivables		(1,460)	(74,432)
Increase in payables		4,488	930
Decrease in amount due to associates and joint ventures		(2,300)	(648)
Cash used in operations	27	(1,725)	(12,828)
Income tax paid		(6,240)	(5,822)
Interest paid		(3,329)	(3,318)
Net cash used in operating activities	_	(11,294)	(21,968)
Investing activities			
Interest received		945	456
Net dividend received from associates and joint ventures		(*)	9,920
Payment for deferred mine exploration and evaluation expenditure			
and deferred mine development expenditure		(585)	(660)
Payment for prepaid land lease payments		40	(200)
Proceeds from disposal of property, plant and equipment		12	.= (003)
Purchase of property, plant and equipment	-	(1,651)	(993)
Net cash (used in)/generated from investing activities	12	(1,279)	8,523
Financing activities			
(Repayment)/Drawdown of short term trade financing and other borrowings		(844)	7,471
Repayment of term loans		(5,252)	(4,933)
Net cash (used in)/generated from financing activities	-	(6,096)	2,538
Net decrease in cash and cash equivalents		(18,669)	(10,907)
Effect of changes in foreign exchange rates		8	(136)
Cash and cash equivalents as at 1 January		116,936	103,075
Cash and cash equivalents as at 31 March	_	98,275	92,032
		2015	2014
Cash and bank balances comprise the following at 31 March:		RM'000	RM'000
Cash and short term deposits		98,275	91,837
Deposit of more than three months maturity with a licensed bank		1,375	1,329
	_	99,650	93,166
		2015	2014
Cash and cash equivalents comprise the following at 31 March:		RM'000	RM'000
Cash and short term deposits			- 3
- Continuing operations		98,275	91,837
- Discontinued operation		<u></u>	195
		98,275	92,032

The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.