

MCE HOLDINGS BERHAD (1158341-K)*(Incorporated In Malaysia)***CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**
(THE FIGURES HAVE NOT BEEN AUDITED)

	As at 31.07.2016 Unaudited RM'000	As at 31.07.2015 Audited RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	61,553	62,892
Investment property	2,007	2,023
Intangible asset	1,084	2,173
Deferred tax assets	246	-
	<u>64,890</u>	<u>67,088</u>
Current Assets		
Inventories	16,635	18,284
Trade receivables	14,250	18,205
Other receivables	932	989
Tax recoverable	475	619
Cash and bank balances	12,835	13,672
	<u>45,127</u>	<u>51,769</u>
TOTAL ASSETS	<u>110,017</u>	<u>118,857</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the company		
Share capital	44,405	44,405
Reserves	46,550	49,318
	<u>90,955</u>	<u>93,723</u>
Non-controlling Interests	9	(87)
Total Equity	<u>90,964</u>	<u>93,636</u>
Non-Current Liabilities		
Borrowings	3,315	5,579
Deferred tax liabilities	-	364
	<u>3,315</u>	<u>5,943</u>
Current Liabilities		
Borrowings	2,263	3,590
Trade payables	7,757	7,948
Other payables	5,718	7,740
	<u>15,738</u>	<u>19,278</u>
Total Liabilities	<u>19,053</u>	<u>25,221</u>
TOTAL EQUITY AND LIABILITIES	<u>110,017</u>	<u>118,857</u>
Net assets per stock unit attributable to ordinary equity holders of the company (RM)	<u>2.0483</u>	<u>2.1106</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 July 2015.

MCE HOLDINGS BERHAD (1158341-K)*(Incorporated in Malaysia)***CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 JULY 2016**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	3 Months Ended		12 Months Ended	
	31-Jul-16	31-Jul-15	31-Jul-16	31-Jul-15
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Revenue	18,322	20,791	76,901	90,028
Cost of sales	<u>(16,486)</u>	<u>(18,621)</u>	<u>(70,011)</u>	<u>(79,924)</u>
Gross profit	1,836	2,170	6,890	10,104
Other income	138	227	567	771
Selling and administrative expenses	(2,035)	(2,636)	(9,572)	(10,519)
Finance costs	<u>(107)</u>	<u>(132)</u>	<u>(421)</u>	<u>(585)</u>
Loss before tax	(168)	(371)	(2,536)	(229)
Taxation	35	(643)	344	(896)
Loss for the year	<u>(133)</u>	<u>(1,014)</u>	<u>(2,192)</u>	<u>(1,125)</u>
Other comprehensive income/ (loss):				
Foreign currency translation difference from a subsidiary	<u>(2)</u>	<u>(11)</u>	<u>(2)</u>	<u>(19)</u>
Other comprehensive income/ (loss) for the year	<u>(2)</u>	<u>(11)</u>	<u>(2)</u>	<u>(19)</u>
Total comprehensive income/ (loss) for the year	<u>(135)</u>	<u>(1,025)</u>	<u>(2,194)</u>	<u>(1,144)</u>
Profit/ (loss) attributable to:				
Equity holders of the company	(229)	(1,005)	(2,288)	(1,074)
Non-controlling interests	<u>96</u>	<u>(9)</u>	<u>96</u>	<u>(51)</u>
	<u>(133)</u>	<u>(1,014)</u>	<u>(2,192)</u>	<u>(1,125)</u>
Total comprehensive income/ (loss) attributable to:				
Equity holders of the company	(231)	(1,016)	(2,290)	(1,093)
Non-controlling interests	<u>96</u>	<u>(9)</u>	<u>96</u>	<u>(51)</u>
	<u>(135)</u>	<u>(1,025)</u>	<u>(2,194)</u>	<u>(1,144)</u>
Earnings/ (loss) per share attributable to equity holders of the company:				
Basic and diluted (sen)	<u>(0.52)</u>	<u>(2.26)</u>	<u>(5.15)</u>	<u>(2.42)</u>

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 July 2015.

MCE HOLDINGS BERHAD (1158341-K)*(Incorporated in Malaysia)***NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

The following amounts have been charged/ (credited) in arriving at profit/ (loss) before tax:

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	3 Months Ended		12 Months Ended	
	31-Jul-16	31-Jul-15	31-Jul-16	31-Jul-15
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Interest income	(52)	(76)	(307)	(439)
Interest expenses	107	132	421	585
Depreciation	1,220	1,200	4,724	4,632
Amortisation of development costs	272	272	1,088	1,088
Impairment of golf club membership	-	-	2	2
Provision for warranties	67	579	1,293	1,905
Obsolete inventories written off	-	72	461	72
Loss/ (gain) in on disposal of properties	-	5	-	(15)
Loss/ (gain) on disposal of plant and equipment	(1)	-	(1)	200
(Reversal)/ Provision for impairment losses on investment properties	-	(40)	-	(40)
Loss/ (gain) on foreign exchange				
- realised	27	95	201	143
- unrealised	115	110	(2)	21
Plant and equipment written off	5	-	17	44

Save as disclosed above and in the Condensed Consolidated Statement of Comprehensive Income, the other items required by Bursa Malaysia Securities Berhad Main Market Listing Requirements, Chapter 9, Appendix 9B are not applicable to the Group.

MCE HOLDINGS BERHAD (1158341-K)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED 31 JULY 2016**

(The figures have not been audited)

	Attributable to Equity Holders of the Company					Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
	Share capital RM'000	Share premium RM'000	Share buy- back reserve RM'000	Foreign Currency Translation RM'000	Retained profits RM'000			
At 1 Aug 2015	44,405	654	352	(20)	48,332	93,723	(87)	93,636
Foreign currency translation differences from a subsidiary	-	-	-	(2)	-	(2)	-	(2)
Other comprehensive income	-	-	-	(2)	-	(2)	-	(2)
Loss for the year	-	-	-	-	(2,288)	(2,288)	96	(2,192)
Total comprehensive loss for the year	-	-	-	(2)	(2,288)	(2,290)	96	(2,194)
Transactions with owners								
Reorganisation expenditure contributed from shareholders	-	-	-	-	(478)	(478)	-	(478)
At 31 Jul 2016	44,405	654	352	(22)	45,566	90,955	9	90,964
At 1 Aug 2014	44,405	654	352	(1)	51,626	97,036	(36)	97,000
Foreign currency translation differences from a subsidiary	-	-	-	(19)	-	(19)	-	(19)
Other comprehensive loss	-	-	-	(19)	-	(19)	-	(19)
Loss for the year	-	-	-	-	(1,074)	(1,074)	(51)	(1,125)
Total comprehensive loss for the year	-	-	-	(19)	(1,074)	(1,093)	(51)	(1,144)
Transactions with owners								
Dividend paid	-	-	-	-	(2,220)	(2,220)	-	(2,220)
At 31 Jul 2015	44,405	654	352	(20)	48,332	93,723	(87)	93,636

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 July 2015.

MCE HOLDINGS BERHAD (1158341-K)*(Incorporated in Malaysia)***CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE QUARTER ENDED 31 JULY 2016**

(The figures have not been audited)

	12 months ended 31-Jul-16 RM'000 (Unaudited)	12 months ended 31-Jul-15 RM'000 (Audited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(2,536)	(229)
Adjustments for :		
Depreciation	4,724	4,632
Amortisation of development costs	1,088	1,088
(Reversal)/ Provision for impairment losses on investment properties	-	(40)
Impairment of golf club membership	2	2
Interest income	(307)	(439)
Interest expense	421	585
Short term accumulated compensated absences	119	124
Obsolete inventories written off	461	72
Gain on disposal of assets held for sale	-	(15)
Provision for warranties	1,293	1,905
(Gain)/ loss on disposal of plant and equipment	(1)	200
Plant and equipment written off	17	44
Unrealised (gain)/ loss on foreign exchange	(2)	21
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Operating profit before working capital changes	5,279	7,950
Receivables	4,010	4,316
Inventories	1,190	2,907
Payables	(3,624)	(10,570)
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Cash generated from operations	6,855	4,603
Tax paid	(949)	(1,529)
Tax refund	827	54
Interest paid	(421)	(585)
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Net cash from operating activities	6,312	2,543
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CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	307	439
Purchase of property, plant and equipment	(3,386)	(3,410)
Proceeds from disposal of properties	-	1,110
Proceeds from disposal of plant and equipment	1	313
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Net cash used in investing activities	(3,078)	(1,548)
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CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	(3,591)	(3,800)
Proceed from issuance of ordinary share	-	-
Dividend paid	-	(2,220)
Restructuring expenditure	(478)	-
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Net cash used in financing activities	(4,069)	(6,020)
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NET DECREASE IN CASH AND CASH EQUIVALENTS	(835)	(5,025)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	13,672	18,713
CURRENCY TRANSLATION DIFFERENCE	(2)	(16)
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	<hr/> <hr/>	<hr/> <hr/>
	12,835	13,672

The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 31 July 2015.