

**CME GROUP BERHAD***(Company No. 52235-K)  
(Incorporated in Malaysia)***CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS OF 31 DECEMBER 2014***(The figures have not been audited)*

	<b>Unaudited At 31/12/2014 RM '000</b>	<b>Audited At 31/12/2013 RM '000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	7,173	7,132
Investment properties	86,156	41,950
Other financial assets	4,755	492
Deferred tax assets	42	60
<b>TOTAL NON-CURRENT ASSETS</b>	<b>98,126</b>	<b>49,634</b>
<b>CURRENT ASSETS</b>		
Inventories	589	1,050
Amount due from contract customers	2,198	1,042
Trade receivables and other receivables	8,209	14,998
Fixed deposits with licensed banks	1,008	-
Tax recoverable	466	316
Cash and bank balances	193	347
	<b>12,663</b>	<b>17,753</b>
Assets classified as held for sale	4,560	2,100
<b>TOTAL CURRENT ASSETS</b>	<b>17,223</b>	<b>19,853</b>
<b>TOTAL ASSETS</b>	<b>115,349</b>	<b>69,487</b>
<b>EQUITY AND LIABILITIES</b>		
<b>CAPITAL AND RESERVES</b>		
Issued capital	44,110	44,110
Equity component of ICULS	31,370	-
Reserves	5,412	437
<b>Equity attributable to equity holders of the parent</b>	<b>80,892</b>	<b>44,547</b>
<b>Non-controlling interests</b>	<b>-</b>	<b>194</b>
<b>TOTAL EQUITY</b>	<b>80,892</b>	<b>44,741</b>
<b>NON-CURRENT LIABILITIES</b>		
Hire-purchase payables	509	320
Long-term loan	2,431	3,102
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>2,940</b>	<b>3,422</b>
<b>CURRENT LIABILITIES</b>		
Trade payables and other payables	24,540	14,212
Hire-purchase payables	106	78
Bank borrowings	6,853	6,825
Tax liabilities	18	209
<b>TOTAL CURRENT LIABILITIES</b>	<b>31,517</b>	<b>21,324</b>
<b>TOTAL LIABILITIES</b>	<b>34,457</b>	<b>24,746</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>115,349</b>	<b>69,487</b>
<b>Net Tangible Assets Per RM0.10 Share</b>	<b>0.183</b>	<b>0.101</b>

*(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statement for the year ended 31 December 2013 and the explanatory notes attached to the interim financial report.)*

**CME GROUP BERHAD**

(Company No. 52235-K)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE CURRENT QUARTER AND CUMULATIVE 12-MONTH PERIOD ENDED 31 DECEMBER 2014**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current year quarter	Preceding year corresponding quarter	Current Year-to-date	Preceding year corresponding period
	31/12/2014 (RM '000)	31/12/2013 (RM '000)	31/12/2014 (RM '000)	31/12/2013 (RM '000)
Revenue	2,329	9,036	21,850	30,040
Cost of sales	(2,497)	(7,849)	(17,365)	(24,139)
<b>Gross (loss)/ profit</b>	<b>(168)</b>	1,187	<b>4,485</b>	5,901
Other gains	17,946	154	18,256	334
Administrative expenses	(1,289)	(481)	(5,077)	(3,862)
Other expenses	(12,747)	(298)	(13,365)	(883)
Finance costs	(674)	(262)	(944)	(569)
<b>Profit before tax</b>	<b>3,068</b>	300	<b>3,355</b>	921
Income tax expense	(4)	(112)	(35)	(287)
<b>Profit for the period/ year</b>	<b>3,064</b>	188	<b>3,320</b>	634
<b>Other comprehensive income</b>				
Foreign currency translation	38	-	38	-
Other comprehensive gain/( loss)	2,083	(399)	2,083	(399)
	2,121	(399)	2,121	(399)
<b>Total comprehensive income for the period/ year</b>	<b>5,185</b>	(211)	<b>5,441</b>	(235)
Profit for the period attributable to:-				
Equity holders of the parent	3,064	148	3,320	593
Non-controlling interests	-	40	-	41
	3,064	188	3,320	634
Total comprehensive income attributable to:-				
Equity holders of the parent	5,185	(251)	5,441	194
Non-controlling interests	-	40	-	41
	5,185	(211)	5,441	235
<b>Earnings per share RM0.10 shares</b>				
<b>Basic (sen):-</b>				
• Before mandatory conversion of Irredeemable Convertible Unsecured Loan Stocks 2014/2024 ("ICULS")	0.695	0.035	0.753	0.140
• After mandatory conversion of ICULS	0.406	0.035	0.440	0.140
<b>Diluted (sen)</b>	0.406	N/A	0.440	N/A

(The Condensed Consolidated Statement of Profit Or Loss And Other Comprehensive Income should be read in conjunction with the Annual Audited Financial Statement for the year ended 31 December 2013 and the explanatory notes attached to the interim financial report.)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 FOR THE 12-MONTH PERIOD ENDED 31 DECEMBER 2014**

*(The figures have not been audited)*

	< -----Non-distributable----- >								
	Share Capital	Equity component of ICULS	Fair value reserve	Foreign currency translation reverse	Non- controlling interest reserve	(Accumulated losses)/ Retained earnings	Equity attributable to equity holders of the Company	Non- controlling Interests	Total equity
	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>
<b>Balance as at 1 January 2013</b>	40,510	-	406	-	-	(163)	40,753	153	40,906
Total comprehensive income for the year	-	-	(399)	-	-	593	194	41	235
Issuance of ordinary shares	3,600	-	-	-	-	-	3,600	-	3,600
<b>Balance as at 31 December 2013</b>	44,110	-	7	-	-	430	44,547	194	44,741
Issuance of ICULS	-	31,370	-	-	-	-	31,370	-	31,370
Acquisition of additional interest in subsidiary	-	-	-	-	(466)	-	(466)	(193)	(659)
Total comprehensive income for the year	-	-	2,083	38	-	3,320	5,441	(1)	5,440
<b>Balance as at 31 December 2014</b>	44,110	31,370	2,090	38	(466)	3,750	80,892	-	80,892

*(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Statement for the year ended 31 December 2013 and the explanatory notes attached to the interim financial report.)*

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
 FOR THE 12-MONTH PERIOD ENDED 31 DECEMBER 2014**  
 (The figures have not been audited)

	<b>Current year-to-date</b>	<b>Preceding year corresponding year-to-date</b>
	<b>31/12/2014</b>	<b>31/12/2013</b>
	<i>RM'000</i>	<i>RM'000</i>
<b>CASH FLOWS (USED IN)/FROM OPERATING ACTIVITIES</b>		
Profit for the year	3,320	634
Adjustments for:		
Depreciation of property, plant and equipment	409	411
Finance costs	944	569
Gain on disposal of investment properties	(380)	(150)
Gain on revaluation of investment properties	(17,802)	-
Income tax expense recognised in profit or loss	35	287
Interest income	-	(6)
Provision for warranty and fee services	-	435
Impairment loss recognized on trade receivables	9,099	11
Impairment loss recognized on trade receivables no longer required	-	(8)
Operating (loss)/ profit before working capital changes	(4,375)	2,183
Changes in working capital		
Net changes in current assets	(3,004)	(11,733)
Net changes in current liabilities	10,364	9,961
Cash from operations	2,985	411
Tax refund	-	57
Income tax paid	(359)	(238)
Warranty and free service paid	-	(274)
Net cash from/ (used in) operating activities	2,626	(44)
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>		
Acquisition of additional interest in subsidiary	(660)	-
Interest received	-	6
(Placement)/ Withdrawal of fixed deposit	(1,008)	215
Purchase of property, plant and equipment	(449)	(21)
Proceed from disposal of assets held for sale	1,560	1,330
Purchase of investment properties	(30,044)	(6,000)
Purchase of other financial assets	(2,180)	-
Net cash used in investing activities	(32,781)	(4,470)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Issuance of ICULS	31,370	-
Issuance of shares	-	3,600
Finance costs paid	(944)	(569)
(Repayment of)/ Proceed from bank borrowings	(2,765)	1,653
Proceed from/ (Repayment of) hire purchase payables	216	(110)
Net cash from financing activities	27,877	4,574
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(2,278)	60
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	(3,960)	(4,020)
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	(6,238)	(3,960)

**CME GROUP BERHAD**

(Company No. 52235-K)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE 12-MONTH PERIOD ENDED 31 DECEMBER 2014 (Cont.)**

*(The figures have not been audited)*

	<b>Current year-to-date  31/12/2014 RM'000</b>	<b>Preceding year corresponding year-to-date 31/12/2013 RM'000</b>
<b>Cash and Cash Equivalents are as follows:-</b>		
Fixed deposits with licensed banks	1,008	-
Cash and bank balances	193	347
Bank overdrafts	(6,431)	(4,307)
	<hr/>	<hr/>
	(5,230)	(3,960)
Less:- Fixed deposits pledged	(1,008)	-
	<hr/>	<hr/>
	(6,238)	(3,960)

*(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Audited Financial Statement for the year ended 31 December 2013 and the explanatory notes attached to the interim financial report.)*

**NOTES TO THE INTERIM FINANCIAL STATEMENT – FOURTH QUARTER ENDED 31 DECEMBER 2014**

**A COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERM FINANCIAL REPORTING AND BURSA LISTING REQUIREMENTS**

**1 Basis of Preparation**

The interim financial statements are unaudited and have been prepared in compliance with Malaysian Financial Reporting Standard (MFRS) 134 -*Interim Financial Reporting*, issued by the Malaysian Accounting Standards Board (“MASB”) and Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2013. 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 financial year ended 31 December 2013.

**2 Financial Reporting Standards**

Significant accounting policies adopted by the Group in these interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2013.

The Group has adopted the Malaysian Financial Reporting Standards (“MFRS”) framework issued by MASB with effect from 1 January 2013. This MFRS framework was introduced by MASB in order to fully converge Malaysia’s existing Financial Reporting Standard (“FRS”) framework with the International Financial Reporting Standards (“IFRS”) framework issued by the International Accounting Standards Board. There has been no material impact upon the adoption of the MFRS on the financial statements of the Group.

The Group has also adopted all the new and revised MFRSs and IC Interpretations that are relevant and effective for accounting periods beginning on or after 1 January 2014. The adoption of these new and revised MFRS and IC Interpretations have not resulted in any material impact upon the financial statements of the Group.

MFRSs and IC Interpretations that were issued but are not yet effective have not been early adopted by the Group.

**3 Auditors’ Report on Preceding Annual Financial Statements**

The auditors’ report on the financial statements for the year ended 31 December 2013 was not subjected to any qualification.

**4 Seasonal or cyclical factors**

The Group’s operations were not subject to any seasonal or cyclical factors.

**5 Unusual items affecting assets, liabilities, equity, net income or cash flows**

There were no exceptional items and unusual events affecting the assets, liabilities, equity, net income and cash flow of the Group for the current quarter and financial year-to-date.

**6 Changes in estimates**

There were no changes in the estimates of amounts, which give a material effect in the current quarter or financial year-to-date.

**7 Debt and equity securities**

There was no issuance or repayment of debts and equity securities, share buy-back, shares cancellation, shares held as treasury shares and resale of treasury shares for the current quarter under review.

**CME GROUP BERHAD***(Company No. 52235-K)  
(Incorporated in Malaysia)***8 Dividends paid**

There was no dividend paid/declared by the Company for the current quarter ended 31 December 2014 (2013: Nil.).

**9 Segmental reporting**

<b>31.12.2014</b>	<b>Invest. Holding RM '000</b>	<b>Contract Engineering RM '000</b>	<b>Trading RM '000</b>	<b>Properties RM '000</b>	<b>Elimination RM '000</b>	<b>Consolidated RM '000</b>
<b>Revenue</b>						
External sales	6,147	13,138	2,565	-	-	21,850
Inter-segment sales	-	5,264	1,730	-	(6,994)	-
<b>Total revenue</b>	<b>6,147</b>	<b>18,402</b>	<b>4,295</b>	<b>-</b>	<b>(6,994)</b>	<b>21,850</b>
<b>Results</b>						
Segment results	<b>7,324</b>	<b>(1,024)</b>	<b>(59)</b>	<b>(1,942)</b>	<b>-</b>	<b>4,299</b>
Finance costs						(944)
<b>Profit before tax</b>						<b>3,355</b>
Income tax expense						(35)
<b>Profit for the year</b>						<b>3,320</b>
<b>Other information</b>						
Capital additions	171	274	-	4	-	449
Depreciation	10	130	268	1	-	409
<b>Consolidated Balance Sheet</b>						
<b>Assets</b>						
Segment assets	128,239	48,739	15,039	37,519	(118,942)	110,594
Other investment	4,755	-	-	-	-	4,755
<b>Consolidated total assets</b>	<b>132,994</b>	<b>48,739</b>	<b>15,039</b>	<b>37,519</b>	<b>(118,942)</b>	<b>115,349</b>
<b>Liabilities</b>						
Segment Liabilities	50,120	30,653	25,165	39,315	(110,796)	<b>34,457</b>
<b>31.12.2013</b>						
<b>Revenue</b>						
External sales	13,034	14,478	2,528	-	-	30,040
Inter-segment sales	-	4,906	1,916	-	(6,822)	-
<b>Total revenue</b>	<b>13,034</b>	<b>19,384</b>	<b>4,444</b>	<b>-</b>	<b>(6,822)</b>	<b>30,040</b>
<b>Results</b>						
Segment results	<b>482</b>	<b>762</b>	<b>226</b>	<b>20</b>	<b>-</b>	<b>1,490</b>
Finance costs						(569)
<b>Profit before tax</b>						<b>921</b>
Income tax expense						(287)
<b>Profit for the year</b>						<b>634</b>
<b>Other information</b>						
Capital additions	-	9	7	5	-	21
Depreciation	4	135	271	1	-	411

**9 Segmental reporting (Cont.)**

31.12.2013	<b>Invest. Holding RM '000</b>	<b>Contract Engineering RM '000</b>	<b>Trading RM '000</b>	<b>Others RM '000</b>	<b>Elimination RM '000</b>	<b>Consolidated RM '000</b>
<b>Consolidated Balance Sheet</b>						
<b>Assets</b>						
Segment assets	84,176	48,401	14,295	4,169	(82,046)	68,995
Other investment	492	-	-	-	-	492
<b>Consolidated total assets</b>	<b>84,668</b>	<b>48,401</b>	<b>14,295</b>	<b>4,169</b>	<b>(82,046)</b>	<b>69,487</b>
<b>Liabilities</b>						
Segment Liabilities	41,953	28,949	24,344	4,061	(74,561)	<b>24,746</b>

As the Group is principally operating within Malaysia, geographical segment has not been presented.

**10 Valuation of property, plant and equipment**

The Group did not carry out any valuations on its property, plant and equipment for the interim financial period under review. The valuations of the property, plant and equipment have been brought forward from the preceding annual financial statements.

**11 Material Subsequent Events**

There were no material events subsequent to 31 December 2014 that have not been reflected in the interim financial report.

**12 Changes in Composition of the Group**

There were no major changes in the composition of the Group including business combination, acquisition or disposal of subsidiaries and restructuring or discontinued of operations during the quarter under review.

**13 Contingent Liabilities or Contingent Assets**

There were no contingent liabilities or contingent assets for the financial quarter under review.

**14 Capital Commitments**

There were no capital commitments for the financial quarter under review.



**B EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA SECURITIES BERHAD  
 MAIN MARKET LISTING REQUIREMENTS**

**1 Review of Group performance**

For the quarter ended 31 December 2014

For the quarter under review, the Group recorded a profit before tax of RM3.1 million (4Qtr 2013 : RM300,000) on the back of a total revenue of RM2.3 million (4Qtr 2013 : RM9.0 million) compared to that achieved in the corresponding quarter of the preceding year. The Group's revenue for the quarter decreased by RM6.7 million or 74.2% was mainly due to the decline in revenue from our Property Investment ("PI") division and the timing of recognition of completed projects from the Specialised Mobility Vehicle ("SMV") division.

The Group's pretax profit stood at RM3.1 million for the quarter, RM2.8 million higher than its corresponding quarter of the preceding year mainly due to a gain on revaluation of our Kuantan's investment properties of RM17.8 million. The surplus gain was however, offset by the increased in the following expenses:-

- The increased in professional fees due to the completion of our corporate exercises;
- Impairment loss recognized on trade receivables of RM9.1 million; and
- Unrealised foreign exchange losses of RM1.7 million from our Australia subsidiary.

For the year ended 31 December 2014

The Group consolidated revenue for the financial year under review was RM8.2 million or 27.3% lower than the same corresponding period last year. The lower revenue was mainly due to lower rental income derived from our PI division as we have ceased renting and subletting the 23-storey office building block known as Plaza Palas since end of April 2014. This was the result of our on-going litigation with our landlord, which contributed to a loss of revenue of approximately RM1 million per month. Revenue for PI division declined from RM13.0 million to RM6.1 million, or by RM6.9 million or 52.8% compared to the financial year ended 31 December 2013.

Our SMV division remains the largest contributor to the Group's revenue, accounting for 60.1% of the turnover, saw a slight decline in revenue of RM1.3 million or 9.3% in financial year ended 31 December 2014.

For the financial year ended 31 December 2014, the Group's pretax profit stood at RM3.3 million compared to RM634,000 achieved for the preceding financial year.

**2 Material change in profit before taxation for the quarter compared with the immediate preceding quarter**

The comparison of the Group's revenue and profit before taxation for the current quarter and preceding quarter is as follows:

	31.12.14	30.09.14	← Variance →	
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>%</u>
Revenue	2,329	7,254	(4,925)	(67.9)
Profit before taxation	3,068	101	2,967	>100

For the current quarter ended 31 December 2014, the Group recorded revenue of RM2.3 million, a decreased in revenue of 67.9% compared to the preceding quarter ended 30 September 2014.

The Group recorded a profit before taxation of RM3.1 million for the current quarter as compared to a profit before taxation of RM101,000 in the preceding quarter, mainly due to the gain resulted from revaluation of investment properties.

**3 Commentary on Prospects for 2015**

Amid rising global economic uncertainties, particularly with the plunging of crude oil prices in recent months and fears of a looming recession, has induced tightening of spending power, both in the government and private sector. For 2015, the Board expect market conditions to be challenging. However, the Group has managed to secure a total book order of approximately RM29.0 million, under the SMV division for delivery of vehicles between 2015.

### 3 Commentary on Prospects for 2015 (Cont.)

And, in view of the completion of our acquisition of two parcel of vacant land in City of Mandurah, the Group's venture into the property development business is well on track. The Board opines that the Group's venture into the property development and property investment would auger well for the Group's long term growth plan in expanding the Group's income stream, reducing dependency on our existing core business and further strengthening the Group's financial position. The Board expects the property development division to contribute positively to the Group's performance for the next financial year.

### 4 Profit forecast

No profit forecast was made or issued during the current financial quarter under review.

### 5 Income tax expense/(credit)

The Tax figures consist of the following :-	Current Quarter RM '000	Current Year to Date RM '000
Current year provision	31	-
Under provision of prior year	(18)	(18)
Deferred taxation	(17)	(17)
<b>Total</b>	<b>(4)</b>	<b>(35)</b>

### 6 Corporate Proposals

As at 25<sup>th</sup> February 2015, being the latest practicable date of this interim financial report, there were no other corporate proposals announced by the Company and pending completion saved as disclosed below, which is not earlier than 7 days from the date of issue of this interim financial report.

(i) Employee Share Option Scheme (“ESOS” or “Scheme”)

As announced in the previous quarterly report, the Company has proposed establishment of the ESOS of up to 15% of the prevailing issued and paid-up share capital of CME (excluding treasury shares) for the eligible employees (including Directors) of CME and its subsidiaries, who meet the criteria of eligibility for participation in the ESOS as set out in the by-laws containing the rules, terms and conditions of the ESOS (“**Proposed ESOS**”).

On 11 September 2014, Bursa Securities had approved the listing of such number of new CME Shares to be issued pursuant to the Proposed ESOS, representing up to 15% of the issued and paid-up ordinary share capital of the Company. On 14 October 2014, the shareholders of the Company had approved the resolutions pertaining to the Proposed ESOS and the proposed granting of options to the respective Directors of CME. The Proposed ESOS is expected to be effective by early March 2015.

(ii) Proposed Joint Venture between CME and Tanah Mestika Sdn Bhd (“TMSB”)

CME had on 10 February 2015 entered into a Joint Venture Agreement (“the Agreement”) with TMSB for a mixed development on a piece of leasehold land measuring approximately 5,936 square metre located at Lot 35895, Bandar Indera Mahkota, Mukim Kuala Kuantan, Daerah Kuantan, Negeri Pahang Darul Makmur.

The Agreement was entered into a joint-venture basis between CME as the Landowner and TMSB as the Developer subject to and upon the terms and conditions of the Agreement.

Status of utilisation of proceeds raised from the rights issue of irredeemable convertible unsecured loan stocks (“Rights Issue of ICULS”)

On 28 November 2014, the Rights Issue of ICULS was completed following the admission of the ICULS to the Official List and the listing of and quotation for RM31,370,028.60 nominal value of the ICULS on the Main Market of Bursa Securities.

As at the date of this interim financial report, the total proceed of RM31,370,028.60 arising from the Right Issue of ICULS was utilised as follows:-

**6 Corporate Proposals (Cont.)**

Purposes	Proposed Utilisation (RM'000)	Actual Utilisation up to date (RM'000)	Intended Timeframe for Utilisation	Explanations
Funding for the acquisition of lands	27,000	27,000	Within six (6) months	Note A
Estimated Goods and Services Tax on the purchase price of the lands	3,000	3,000	Within six (6) months	Note A
Working capital requirements	370	370	Within eighteen (18) months	Note A
Defray estimated expenses relating to the corporate exercises	1,000	920 *	Within six (6) months	Note A
<b>Total</b>	<b>31,370</b>	<b>31,290</b>		

\* The balance of funds for the payment of expenses for the corporate exercises will be adjusted to be utilised for the working capital requirements.

Note A: The utilisation of the proceeds from the rights issue of ICULS is within the estimated timeframe. The Group does not expect any material deviation as the date of this interim financial report.

**7 Group borrowings and debt securities**

	<b>As at 31/12/2014</b>
	<b>Secured</b>
	<i>RM'000</i>
<b>Amount payable within one year</b>	
Bank borrowings	6,853
Finance leases	106
	<u>6,959</u>
<b>Amount payable after one year</b>	
Bank borrowings	2,431
Finance leases	509
	<u>2,940</u>
<b>Total borrowings</b>	<u>9,899</u>

**8 Material litigation**

Save as disclosed below, there were no material litigations against the Group or taken by the Group at the date of issuance of this Interim Financial Report.

The Company had on 12 May 2014 been served with the Writ and the Statement of Claim by the Kuala Lumpur High Court in relation to a claim filed by Bellajade Sdn Bhd ("Bellajade"). Bellajade has commenced the action against the Company arising from the disputes in relation to a Tenancy Agreement dated 21 February 2013 whereby the Company agreed to rent from Bellajade a 23-Storey Office Building known as Plaza Palas bearing the postal address Plaza Palas, Lorong Palas, Off Jalan Ampang, Kuala Lumpur, for a rental of RM1,018,750.00 per month commencing from 20 February 2013, for tenancy term of 3 years. Bellajade is claiming for an outstanding amount of RM8,401,756.85 as of 27 December 2013, rental payment for January 2014 and every subsequent monthly rental payment until the end of tenancy period of 3 years, interest and costs.

The Company has sought legal advice from its solicitors with regards to the above Suit and subsequently filed in a Statement of Defence and Counter Claim against Bellajade on 23 May 2014. The Company's solicitors are of the opinion that the Company has a reasonably good defence to the Suit and pending the Judge to fix a date for decision.

## 9 Dividend

No dividend had been declared for the financial period ended 31 December 2014.

## 10 Earnings Per Share (“EPS”)

The basic earnings per share of the Group has been computed by dividing the profit attributable to equity holders of the parent for the financial quarter/ year by the weighted average number of ordinary shares in issue during the financial quarter, assuming full conversion of 784,250,715 ICULS into ordinary shares at a conversion price of RM0.10 per share.

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current year quarter	Preceding year corresponding quarter	Current Year-to-date	Preceding year corresponding period
	31/12/2014 (RM '000)	31/12/2013 (RM '000)	31/12/2014 (RM '000)	31/12/2013 (RM '000)
Profit attributable to equity holders of the parent	<b>3,064</b>	148	<b>3,320</b>	593
Weighted average number of ordinary shares	<b>441,100</b>	421,600	<b>441,100</b>	421,600
Adjustment for assumed conversion of ICULS	<b>313,700</b>	-	<b>313,700</b>	-
Adjusted weighted average number of ordinary shares	<b>754,800</b>	421,600	<b>754,800</b>	421,600
<b>Basic per RM0.10 shares (sen):-</b>				
• Before mandatory conversion of ICULS	<b>0.695</b>	0.035	<b>0.753</b>	0.140
• After mandatory conversion of ICULS	<b>0.406</b>	0.035	<b>0.440</b>	0.140
<b>Diluted per RM0.10 shares (sen)</b>	<b>0.406</b>	N/A	<b>0.440</b>	N/A

## 11 Realised And Unrealised Profits/Losses Disclosure

On 25 March 2010, Bursa Malaysia issued a directive to all listed issuers pursuant to Paragraphs 2.06 and 2.23 of Bursa Malaysia Main Market Listing Requirements. The directive requires all listed issuers to disclose the breakdown of the unappropriated profits or accumulated losses as at the end of the reporting period, into realised and unrealised profits and losses.

On 20 December 2010, Bursa Malaysia further issued guidance on the disclosure and the prescribed format of disclosure.

The breakdown of retained earnings of the Group as of 31 December 2014 into realised and unrealised profits or losses, pursuant to the directive, is as follows:

	As at 31/12/2014 RM'000	As at 31/12/2013 RM'000
Total retained earnings of the Group:-		
- Realised	3,882	687
- Unrealised	(132)	(257)
Total group retained earnings as per consolidated accounts	<u>3,750</u>	<u>430</u>

**11 Realised And Unrealised Profits/Losses Disclosure (Cont.)**

The determination of realised and unrealised profits or losses is based on Guidance of Special Matter No. 1 “Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements” as issued by the Malaysian Institute of Accountants on December 20, 2010. A charge or a credit to the profit or loss of a legal entity is deemed realised when it is resulted from the consumption of resource of all types and form, regardless of whether it is consumed in the ordinary course of business or otherwise. A resource may be consumed through sale or use. Where a credit or a charge to the profit or loss upon initial recognition or subsequent measurement of an asset or a liability is not attributed to consumption of resource, such credit or charge should not be deemed as realised until the consumption of resource could be demonstrated.

This supplementary information have been made solely for complying with the disclosure requirements as stipulated in the directives of Bursa Malaysia Securities Berhad and is not made for any other purposes.

**12 Profit before tax**

	<b>As at</b> <b>31/12/2014</b> <i>RM'000</i>	<b>As at</b> <b>31/12/2013</b> <i>RM'000</i>
This is arrived at after charging/ (crediting):-		
Audit fee	75	75
Impairment loss recognised on trade receivables	9,099	11
Depreciation on property, plant and equipment	409	411
Finance costs	944	569
Interest income	-	(6)
Gain on disposal of investment properties	(380)	(150)
Gain on revaluation of investment properties	(17,802)	-
Provision for warranty and free services	-	435
Provision for doubtful debt no longer required	-	(8)

Other disclosure items pursuant to Note 16 of the Appendix 9B of the Main Market Listing requirements are not applicable.

**BY ORDER OF THE BOARD**  
**CME GROUP BERHAD**

**Lim Bee Hong**  
**Executive Director**

**Subang Jaya, Selangor Darul Ehsan**  
**27 February 2015**