

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS OF 30 JUNE 2015**

*(The figures have not been audited)*

	<b>Unaudited</b> <b>At 30/06/2015</b> <b>RM '000</b>	<b>Audited</b> <b>At 31/12/2014</b> <b>RM '000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	7,261	7,173
Investment properties	86,501	86,156
Other financial assets	7,564	4,755
Deferred tax assets	142	142
<b>TOTAL NON-CURRENT ASSETS</b>	<b>101,468</b>	<b>98,226</b>
<b>CURRENT ASSETS</b>		
Inventories	591	589
Amount due from contract customers	6,478	2,198
Trade receivables and other receivables	10,359	8,727
Fixed deposits with licensed banks	36	1,008
Tax recoverable	499	466
Cash and bank balances	477	193
	18,440	13,181
Assets classified as held for sale	-	4,560
<b>TOTAL CURRENT ASSETS</b>	<b>18,440</b>	<b>17,741</b>
<b>TOTAL ASSETS</b>	<b>119,908</b>	<b>115,967</b>
<b>EQUITY AND LIABILITIES</b>		
<b>CAPITAL AND RESERVES</b>		
Issued capital	44,110	44,110
Equity component of ICULS	31,370	31,370
Reserves	5,169	5,140
<b>TOTAL EQUITY</b>	<b>80,649</b>	<b>80,620</b>
<b>NON-CURRENT LIABILITIES</b>		
Hire-purchase payables	423	514
Long-term loan	2,499	2,431
Deferred tax liabilities	890	890
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>3,812</b>	<b>3,835</b>
<b>CURRENT LIABILITIES</b>		
Amount due to contract customers	332	-
Trade payables and other payables	15,127	24,540
Hire-purchase payables	96	101
Bank borrowings	19,874	6,853
Tax liabilities	18	18
<b>TOTAL CURRENT LIABILITIES</b>	<b>35,447</b>	<b>31,512</b>
<b>TOTAL LIABILITIES</b>	<b>39,259</b>	<b>35,347</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>119,908</b>	<b>115,967</b>
<b>Net Tangible Assets Per RM0.10 Share</b>	<b>0.183</b>	<b>0.183</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 2014 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 6-MONTH PERIOD ENDED 30 JUNE 2015**

(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
	30/06/2015 (RM '000)	30/06/2014 (RM '000)	30/06/2015 (RM '000)	30/06/2014 (RM '000)
Revenue	4,265	5,015	8,765	12,267
Cost of sales	(3,473)	(3,783)	(7,531)	(9,501)
<b>Gross profit</b>	<b>792</b>	<b>1,232</b>	<b>1,234</b>	<b>2,766</b>
Other gains	365	338	2,411	318
Administrative expenses	(858)	(1,215)	(3,113)	(2,323)
Other expenses	(261)	(201)	(573)	(389)
Finance costs	(386)	(106)	(630)	(186)
<b>(Loss)/ Profit before tax</b>	<b>(348)</b>	<b>48</b>	<b>(671)</b>	<b>186</b>
Income tax expense	-	-	-	(36)
<b>(Loss)/ Profit for the period</b>	<b>(348)</b>	<b>48</b>	<b>(671)</b>	<b>150</b>
<b>Other comprehensive income</b>				
Foreign currency translation	(60)	-	(20)	-
Other comprehensive gain	170	-	720	-
	110	-	700	-
<b>Total comprehensive (loss)/ income for the period</b>	<b>(238)</b>	<b>48</b>	<b>29</b>	<b>150</b>
(Loss)/ Profit for the period attributable to:-				
Equity holders of the Company	(348)	86	(671)	158
Non-controlling interests	-	(38)	-	(8)
	(348)	48	(671)	150
Total comprehensive (loss)/ income attributable to:-				
Equity holders of the Company	(238)	86	29	158
Non-controlling interests	-	(38)	-	(8)
	(238)	48	29	150
<b>Earnings per share RM0.10 shares</b>				
<b>Basic (sen):-</b>				
• Before mandatory conversion of irredeemable Convertible Unsecured Loan Stocks 2014/2024 ("ICULS")	-0.079	0.019	-0.152	0.034
• After mandatory conversion of ICULS	-0.046	N/A	-0.089	N/A
<b>Diluted (sen)</b>	<b>-0.046</b>	<b>N/A</b>	<b>-0.089</b>	<b>N/A</b>

(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 2014 and the explanatory notes attached to the interim financial report.)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 FOR THE 6-MONTH PERIOD ENDED 30 JUNE 2015**

*(The figures have not been audited)*

	< -----Non-distributable----- >				Retained earnings	Equity attributable to equity holders of the Company	Non-controlling Interests	Total equity
	Share Capital	Equity component of ICULS	Fair value reserve	Foreign currency translation reverse				
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Balance as at 1 January 2014</b>	44,110	-	7	-	430	44,547	194	44,741
Issuance of ICULS	-	31,370	-	-	-	31,370	-	31,370
Acquisition of non-controlling interests	-	-	(466)	-	-	(466)	(194)	(660)
Total comprehensive income for the year	-	-	2,083	38	3,048	5,169	-	5,169
<b>Balance as at 31 December 2014</b>	44,110	31,370	1,624	38	3,478	80,620	-	80,620
Total comprehensive income for the year	-	-	720	(20)	(671)	29	-	29
<b>Balance as at 30 June 2015</b>	44,110	31,370	2,344	18	2,807	80,649	-	80,649

*(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 2014 and the explanatory notes attached to the interim financial report.)*

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE 6-MONTH PERIOD ENDED 30 JUNE 2015**  
*(The figures have not been audited)*

	<b>Current year-to-date</b>	<b>Preceding year corresponding year-to-date</b>
	<b>30/06/2015</b>	<b>30/06/2014</b>
	<i>RM'000</i>	<i>RM'000</i>
<b>CASH FLOWS (USED IN)/ FROM OPERATING ACTIVITIES</b>		
(Loss)/ Profit for the period	(671)	150
Adjustments for:		
Allowance for doubtful debts on trade receivables no longer requires	(2,140)	-
Depreciation of property, plant and equipment	240	205
Finance costs	630	186
Gain on disposal of investment properties	-	(380)
Gain on disposal of property, plant and equipment	(16)	-
Income tax expense recognised in profit or loss	-	36
Interest income	5	-
Property, plant and equipment written off	108	-
Unrealised currency translation on investment properties	(345)	-
	<hr/>	<hr/>
Operating (loss)/ profit before working capital changes	(2,189)	197
Changes in working capital:		
Net changes in current assets	(3,774)	(3,370)
Net changes in current liabilities	(9,081)	5,678
	<hr/>	<hr/>
Cash (used in)/ from operations	(15,044)	2,505
Tax refund	-	-
Income tax paid	(33)	(33)
Warranty and free service paid	-	-
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Net cash (used in)/ from operating activities	(15,077)	2,472
	<hr/>	<hr/>
<b>CASH FLOWS FROM/ (USED IN) INVESTING ACTIVITIES</b>		
Interest received	(5)	-
Withdrawal of fixed deposit	972	-
Proceed from disposal of investment properties	4,560	1,560
Purchase of other financial assets	(2,089)	(2,172)
Purchase of property, plant and equipment	(418)	(379)
	<hr/>	<hr/>
Net cash from/ (used in) investing activities	3,020	(991)
	<hr/>	<hr/>
<b>CASH FLOWS USED IN FINANCING ACTIVITIES</b>		
Interest expense paid	(630)	(186)
(Repayment)/ Proceed of hire purchase payables	(97)	244
Repayment from of bank borrowings	(1,784)	(2,345)
	<hr/>	<hr/>
Net cash used in financing activities	(2,511)	(2,287)
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<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(14,568)	(806)
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<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	(4,606)	(3,960)
Effects of exchange rate changes on cash and cash equivalents	(20)	-
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<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	(19,194)	(4,766)
	<hr/>	<hr/>

**CME GROUP BERHAD**

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

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE 6-MONTH PERIOD ENDED 30 JUNE 2015 (Cont.)**

*(The figures have not been audited)*

	<b>Current year-to-date 30/06/2015 RM'000</b>	<b>Preceding year corresponding year-to-date 30/06/2014 RM'000</b>
<b>Cash and Cash Equivalents are as follows:-</b>		
Fixed deposits with licensed banks	36	-
Cash and bank balances	477	400
Bank overdrafts	(19,671)	(5,166)
	<hr/>	<hr/>
	(19,158)	(4,766)
Less:- Fixed deposits pledged	(36)	-
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	(19,194)	(4,766)
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*(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Audited Financial Statement for the year ended 31 December 2014 and the explanatory notes attached to the interim financial report.)*

**NOTES TO THE INTERIM FINANCIAL STATEMENT – SECOND QUARTER ENDED 30 JUNE 2015**

**A COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM 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 2014. 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 2014.

**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 2014.

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 2014 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.

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

**8 Dividends paid**

There was no dividend paid/declared by the Company for the current quarter ended 30 June 2015 (2014: Nil).

**9 Segmental reporting**

<b>30.06.2015</b>	<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>Revenue</b>						
External sales	781	7,891	93	-	-	8,765
Inter-segment sales	-	3,624	1,657	-	(5,281)	-
<b>Total revenue</b>	<b>781</b>	<b>11,515</b>	<b>1,750</b>	<b>-</b>	<b>(5,281)</b>	<b>8,765</b>
<b>Results</b>						
Segment results	<b>860</b>	<b>(869)</b>	<b>(32)</b>	<b>-</b>	<b>-</b>	<b>(41)</b>
Finance costs						(630)
<b>Loss before tax</b>						<b>(671)</b>
Income tax expense						-
<b>Loss for the period</b>						<b>(671)</b>
<b>Other information</b>						
Capital additions	6	403	9	-	-	418
Depreciation	29	78	133	-	-	240
<b>Consolidated Balance Sheet</b>						
<b>Assets</b>						
Segment assets	126,927	49,648	15,048	35,736	(115,015)	112,344
Other investment	7,564	-	-	-	-	7,564
<b>Consolidated total assets</b>	<b>134,491</b>	<b>49,648</b>	<b>15,048</b>	<b>35,736</b>	<b>(115,015)</b>	<b>119,908</b>
<b>Liabilities</b>						
Segment Liabilities	50,919	32,872	25,095	37,226	(106,853)	<b>39,259</b>
<b>30.06.2014</b>						
<b>Revenue</b>						
External sales	5,292	5,254	1,721	-	-	12,267
Inter-segment sales	-	2,126	-	-	(2,126)	-
<b>Total revenue</b>	<b>5,292</b>	<b>7,380</b>	<b>1,721</b>	<b>-</b>	<b>(2,126)</b>	<b>12,267</b>
<b>Results</b>						
Segment results	<b>350</b>	<b>39</b>	<b>(17)</b>	<b>-</b>	<b>-</b>	<b>372</b>
Finance costs						(186)
<b>Profit before tax</b>						<b>186</b>
Income tax expenses						(36)
<b>Profit for the period</b>						<b>150</b>
<b>Other information</b>						
Capital additions	110	268	1	-	-	379
Depreciation	2	69	134	-	-	205

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

**9 Segmental reporting (Cont.)**

<b>30.06.2014</b>	<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	85,668	47,844	14,673	5,367	(82,132)	71,420
Other investments	2,664	-	-	-	-	2,664
<b>Consolidated total assets</b>	<b>88,332</b>	<b>47,844</b>	<b>14,673</b>	<b>5,367</b>	<b>(82,132)</b>	<b>74,084</b>
<b>Liabilities</b>						
Segment liabilities	46,103	28,531	24,782	4,423	(74,646)	<b>29,193</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 30 June 2015 that have not been reflected in the interim financial report.

**12 Changes in Composition of the Group**

On 25 May 2015, the Company acquired the entire issued and paid-up share capital of Amazing Areas Sdn Bhd (“AASB”), a company incorporated in Malaysia under the Companies Act 1965. AASB has two wholly owned subsidiaries, Moms Care Sdn Bhd (“Moms Care”) and Modern Mum Sdn Bhd (“Modern Mum”). Both subsidiaries are incorporated in Malaysia under the Companies Act 1965. With the Acquisition, CME will become ultimate holding company of Moms Care and Modern Mum.

**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**

The Group achieved a turnover of RM8.8 million for the period ended 30 June 2015 as compared to RM12.3 million in the same quarter in 2014. The gross profit has been reduced from RM2.8 million to RM1.2 million and the profit before tax of RM186,000 in the preceding period ended 30 June 2014 has decreased 460.8% to a loss before tax of RM671,000.

The decrease of RM3.5 million in revenue was mainly attributable to the Property Investment (“PI”) Division, which was due to cessation of tenancy since end of April 2014 and caused a reduction of rental income of RM1.1 million per month to the Group’s revenue since then. Gross Profit Margin dropped to 14.1% as compared to the same quarter in 2014 which was 22.5%. The decrease in GP Margin was primarily due to unfavorable RM/USD exchange rate in the current period compared to the preceding period ended 30 June 2014.

Specialised Mobility Vehicles (“SMV”) Division continues to be the main core business for the group in terms of revenue, which accounted for 90.0% of the total revenue with the balance derived from the PI Division and Fire Suppression and Prevention (“FSP”) Division. Revenue growth of RM2.6 million or 50.2% from the SMV Division was mainly due to the proportion recognition of contract value for our major projects on hand.

**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:

	30.06.15 <u>RM’000</u>	31.03.15 <u>RM’000</u>	← Variance → <u>RM’000</u>	%
Revenue	4,265	4,500	(235)	(5.2)
Loss before taxation	(348)	(323)	(25)	(7.7)

For the second quarter ended 30 June 2015, the Group recorded revenue of RM4.3 million, representing a decrease of 5.2% compared to the preceding quarter ended 31 March 2015. The decrease in Group’s revenue was mainly due to the completion and delivery of fire fighting vehicles during the last quarter.

The Group recorded a loss before taxation of RM348,000 for the current quarter as compared to a loss before taxation of RM323,000 in the preceding quarter, due to higher finance cost incurred upon utilization of bank overdraft facilities for working capital purposes.

**3 Commentary on Prospects for 2015**

The Board expects SMV divisions to continue to contribute positively to the Group’s performance for the remaining quarters of the financial year. The management is putting in place its many measures to build on its order book besides concentrating on our traditional core fire fighting vehicles business, the management has been actively exploring new product range/ opportunities within the specialised vehicle industry.

While the Directors are optimistic of the future prospects of the Group, 2015 would pose a great challenge amid the unsettled global economic climate and volatile foreign exchange rates. The continued volatility in RM against foreign currency will impact both revenue and profits. The Directors will continue to exercise due care in order to preserve and enhance shareholders’ values.

**4 Profit forecast**

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

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

**5 Income tax expense/(credit)**

The Tax figures consist of the following :-	<b>Current Quarter</b> <i>RM '000</i>	<b>Current Year to Date</b> <i>RM '000</i>
Current year provision	-	-
Deferred taxation	-	-
Total	-	-

**6 Corporate Proposals**

As at 26<sup>th</sup> August 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) 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.

**7 Group borrowings and debt securities**

	<b>As at 30/06/2015</b> <b>Secured</b> <i>RM'000</i>
<b>Amount payable within one year</b>	
Bank borrowings	19,874
Finance leases	96
	19,970
<b>Amount payable after one year</b>	
Bank borrowings	2,499
Finance leases	423
	2,922
<b>Total borrowings</b>	22,892

**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.

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

**8 Material litigation (Cont.)**

The Company has been informed by its solicitors that the Kuala Lumpur High Court had on 20<sup>th</sup> May 2015:

- (i) Dismissed the Bellajade's claim against the Company;
- (ii) Allowed the Company's Counterclaim that the Tenancy Agreement is void and Bellajade pay to the Company the sum of RM9,411,062.50 with interest of 4% on the pre judgment sum and 5% on post judgment sum (from the respective date of payment);
- (iii) Awarded costs of RM30,000 to the Company; and
- (iv) Costs of RM20,000 to the 2<sup>nd</sup> Defendant (others).

On 10 June 2015, the Company has been informed by its solicitors that Bellajade's Solicitors has filed the Notice of Appeal on 3 June 2015.

On 16 July 2015, the Company has via its solicitors served the Statutory Notice of Demand Pursuant to Section 218 (1)(e) of the Companies Act, 1965 to Bellajade demand Bellajade to pay to the sum of RM10,128,678.55 being the principle judgment sum, interest, costs and further interest accruing until full settlement pursuant to the Judgment dated 20 May 2015 obtained vide Civil Suit No. 22NCVC-19-01/2014 in the High Court of Malaya at Kuala Lumpur entered against Bellajade. Bellajade must secure or compound the same to the Company's reasonable satisfaction within TWENTY ONE (21) days from the date of receipt of the demand, in default of which, Bellajade shall be deemed to be unable to pay their debts, in which event the Company shall proceed to petition to the Court that Bellajade be wound up.

On 7 August 2015, the Company has been informed by its solicitors that the stay of execution of Judgment was granted on condition that Bellajade deposits within 14 days from 7 August 2015 a sum of RM10 million into a joint stakeholders account to be operated jointly by the Bellajade's Solicitors and CME's Solicitors who shall place it in an interest bearing fixed deposit account and hold the same pending the disposal of Bellajade's appeal to the Court of Appeal. And no order as to costs. Bellajade's Solicitors and CME's Solicitors had on 26 August 2015 open a joint account at CIMB Bank pending the RM10 million to be deposited by Bellajade.

**9 Dividend**

No dividend had been declared for the financial period ended 30 June 2015.

**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 30/06/2015 (RM '000)	Preceding year corresponding quarter 30/06/2014 (RM '000)	Current Year-to-date 30/06/2015 (RM '000)	Preceding year corresponding period 30/06/2014 (RM '000)
(Loss)/Profit attributable to equity holders of the parent	(348)	86	(671)	158
Weighted average number of ordinary shares	441,100	441,100	441,100	441,100
Adjustment for assumed conversion of ICULS	313,700	-	313,700	-
Adjusted weighted average number of ordinary shares	754,800	441,100	754,800	441,100

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

**10 Earnings Per Share (“EPS”) (Cont.)**

INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
Current year quarter	Preceding year corresponding quarter	Current Year-to-date	Preceding year corresponding period
30/06/2015 (RM '000)	30/06/2014 (RM '000)	30/06/2015 (RM '000)	30/06/2014 (RM '000)

**Basic per RM0.10 shares (sen):-**

• Before mandatory conversion of ICULS	<b>-0.079</b>	0.019	<b>-0.152</b>	0.036
• After mandatory conversion of ICULS	<b>-0.046</b>	0.019	<b>-0.089</b>	0.036

<b>Diluted per RM0.10 shares (sen)</b>	<b>-0.046</b>	N/A	<b>-0.089</b>	N/A
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**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 realized 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 30 June 2015 into realized and unrealised profits or losses, pursuant to the directive, is as follows:

	<b>As at 30/06/2015 RM'000</b>	<b>As at 31/12/2014 RM'000</b>
Total retained earnings of the Company and its subsidiaries		
- Realised	3,916	4,586
- Unrealised	(131)	(160)
	<hr/> 3,785	<hr/> 4,426
Less: Consolidation Adjustments	(978)	(948)
	<hr/> 2,807	<hr/> 3,478
Total Group unappropriated profit as per consolidated accounts	<hr/> <hr/> 2,807	<hr/> <hr/> 3,478

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.

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

**12 (Loss)/ Profit before tax**

	<b>As at 30/06/2015</b>	<b>As at 31/12/2014</b>
	<i>RM'000</i>	<i>RM'000</i>
This is arrived at after charging/ (crediting):-		
Allowance for doubtful debts on trade receivables	-	8,771
Audit fee	47	75
Depreciation on property, plant and equipment	240	409
Finance costs	630	944
Allowance for doubtful debts on trade receivables no longer required	(2,140)	-
Interest income	5	(12)
Gain on disposal of investment properties	-	(380)
Utilisation for warranty and free services	-	(96)

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**  
 28 August 2015