



ZECON BERHAD (134463-X)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2013

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Current Quarter 3 months ended		Cumulative Quarter 6 months ended	
	1.10.2013 to 31.12.2013	1.10.2012 to 31.12.2012	1.7.2013 to 31.12.2013	1.7.2012 to 31.12.2012
	Unaudited RM '000	Unaudited RM '000	Unaudited RM '000	Unaudited RM '000
Revenue	38,584	40,547	67,440	72,221
Cost of sales	(42,197)	(31,702)	(66,715)	(60,452)
Gross (loss)/profit	(3,613)	8,845	725	11,769
Other operating income	960	350	1,132	540
Administrative expenses	(4,775)	(1,928)	(8,146)	(6,269)
Other expenses	-	(1,640)	-	(1,648)
Operating (loss)/profit	(7,428)	5,627	(6,289)	4,392
Finance costs	(2,121)	(2,186)	(4,307)	(4,406)
Share of profit of associates	100	17	174	120
(Loss)/profit before taxation	(9,449)	3,458	(10,422)	106
Income tax expense	(324)	(556)	(524)	(767)
(Loss)/profit for the period	(9,773)	2,902	(10,946)	(661)
(Loss)/profit for the period attributable to:				
Owners of the parent	(8,666)	3,156	(8,879)	249
Non controlling interest	(1,107)	(254)	(2,067)	(910)
	(9,773)	2,902	(10,946)	(661)
Earnings per share attributable to owners of the parent (sen per share)				
Basic	(7.28)	2.65	(7.45)	0.21
Diluted	(7.28)	2.65	(7.45)	0.21

These condensed consolidated statements of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



ZECOM BERHAD (134463-X)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2013

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	31 December 2013 Unaudited RM'000	30 June 2013 Audited RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	15,215	15,259
Prepaid lease payments	126	128
Land held for development	113,166	113,166
Intangible assets	13,809	13,805
Investment and share of profit in associates	1,402	1,229
Investment securities	317	317
Trade and other receivables	1,897	233
Deferred tax assets	4,317	4,317
	<u>150,249</u>	<u>148,454</u>
Current assets		
Development costs	34,589	35,489
Inventories	2,915	2,915
Amount due from customers for contract work	43,851	51,440
Accrued billings in respect of property development costs	2,244	-
Trade and other receivables	70,020	81,750
Deposits with licensed banks	47,815	38,323
Cash and bank balances	8,301	8,208
	<u>209,735</u>	<u>218,125</u>
TOTAL ASSETS	<u>359,984</u>	<u>366,579</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	119,106	119,106
Share premium	3,559	3,559
Other reserves	5,111	5,113
Retained earnings	(29,316)	(20,437)
	<u>98,460</u>	<u>107,341</u>
Non controlling interest	1,870	3,937
Total equity	<u>100,330</u>	<u>111,278</u>



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FOR THE PERIOD ENDED 31 DECEMBER 2013

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	31 December 2013 Unaudited RM'000	30 June 2013 Audited RM'000
Non-current liabilities		
Borrowings	110,993	111,524
Trade and other payables	4,694	116
	<u>115,687</u>	<u>111,640</u>
Current liabilities		
Borrowings	46,358	35,806
Amount due to customers for contract work	4,484	-
Trade and other payables	79,953	93,550
Progress billings in respect of property development costs	1,931	1,954
Current tax payable	11,241	12,351
	<u>143,967</u>	<u>143,661</u>
Total liabilities	<u>259,654</u>	<u>255,301</u>
TOTAL EQUITY AND LIABILITIES	<u>359,984</u>	<u>366,579</u>

These condensed consolidated statements of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.



ZECON BERHAD (134463-X)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2013

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Holders of the Company							Non controlling interests (NCI)	Total equity
	Share capital	Share premium	Non-Distributable Revaluation reserve	Exchange reserve	Other reserve	Distributable Retained earnings	Total equity attributable to owners of the parents		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
31 DECEMBER 2013									
Balance as at 1 July 2013	119,106	3,559	693	3	4,417	(20,437)	107,341	111,278	
Total comprehensive Income for the period	-	-	-	(2)	-	(8,879)	(8,881)	(10,948)	
Closing balance as at 31 December 2013	119,106	3,559	693	1	4,417	(29,316)	98,460	100,330	
31 DECEMBER 2012									
Opening balance as at 1 July 2012	119,106	3,559	693	(1)	4,366	15,660	143,383	147,126	
Total comprehensive Income for the period	-	-	-	-	-	249	249	(661)	
Closing balance as at 31 December 2012	119,106	3,559	693	(1)	4,366	12,753	143,632	146,465	

These condensed consolidated statements of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements



ZECON BERHAD (134463-X)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2013

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	1.7.2013 to 31.12.2013 Unaudited RM '000 6 months	1.7.2012 to 31.12.2012 Unaudited RM '000 6 months
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/profit before taxation	(10,422)	106
Adjustments for :		
Amortisation of prepaid land lease payments	2	1
Depreciation of property, plant and equipment	1,515	2,758
(Gain)/loss on disposal of property, plant and equipment	(874)	(1,769)
Interest expense	4,307	4,406
Interest income	(122)	(291)
Share of results of associates	(174)	(119)
Operating profit before working capital changes	<u>(5,766)</u>	<u>5,092</u>
(Increase)/decrease in development costs	(1,366)	4,964
Decrease in amount due from customers for contract work	13,267	(8,702)
Decrease in fixed deposit more than three months	483	-
Increase in receivables	10,098	27,990
Decrease in payables	(7,541)	(17,002)
Cash generated from operations	<u>9,175</u>	<u>12,342</u>
Interest paid	(4,307)	(4,406)
Interest received	26	291
Taxation paid	(2,516)	350
Net cash generated from operating activities	<u>2,377</u>	<u>8,577</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,856)	(64)
Proceeds from disposal of PPE	111	-
Net cash used in investing activities	<u>(2,745)</u>	<u>(64)</u>



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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	1.7.2013 to 31.12.2013 Unaudited RM '000	1.7.2012 to 31.12.2012 Unaudited RM '000
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of term loan	(888)	(6,037)
Repayment of hire purchase payables	(751)	(805)
Repayment of bankers' acceptances and revolving credits	(28,195)	(24,701)
Proceeds from drawdown of term loan	16,095	-
Proceeds from banker's acceptances and revolving credits	23,912	27,810
Decrease in fixed deposits pledged	(9,974)	(354)
Net cash from/(used in) financing activities	198	(4,087)
Net (decrease)/increase in cash and cash equivalents	(169)	4,426
Cash and cash equivalents at the beginning of the period	7,715	8,078
Cash and cash equivalents at the end of the period	7,546	12,504