

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

FOR THE SIXTH-MONTH PERIOD ENDED 30 JUNE 2013

The figures had not been audited.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30.06.2013 RM'000 (Unaudited)	As at 30.06.2012 RM'000 (Audited)
ASSETS		
NON CURRENT ASSETS		
Investment in associates	896	985
Property, plant and equipment	122,875	91,881
Deferred tax assets	84	84
	<hr/> 123,855	<hr/> 92,950
CURRENT ASSETS		
Inventories	48,891	38,263
Trade receivables	33,200	34,593
Other receivables, deposits and prepayments	13,342	8,504
Tax refundable	1,837	1,290
Cash and bank balances	10,432	23,004
	<hr/> 107,702	<hr/> 105,654
TOTAL ASSETS	<hr/> 231,557	<hr/> 198,604
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	78,840	78,840
Share premium reserve	158	158
Treasury shares	(2,133)	(422)
Foreign exchange translation reserve	(2,778)	(669)
Retained profits	69,677	64,567
	<hr/> 143,764	<hr/> 142,474
Non-controlling interests	386	1,054
TOTAL EQUITIES	<hr/> 144,150	<hr/> 143,528
NON CURRENT LIABILITIES		
Bank borrowings	3,650	3,512
Deferred tax liabilities	2,826	2,828
	<hr/> 6,476	<hr/> 6,340
CURRENT LIABILITIES		
Trade payables	29,891	16,393
Other payables, deposits and accruals	6,827	5,201
Bank borrowings:-		
- bank overdrafts	5,233	1,661
- other borrowings	37,932	21,790
Provision for employee benefits	650	1,693
Provision for taxation	398	1,998
	<hr/> 80,931	<hr/> 48,736
TOTAL LIABILITIES	<hr/> 87,407	<hr/> 55,076
TOTAL EQUITIES & LIABILITIES	<hr/> 231,557	<hr/> 198,604
Net assets per share (RM)	<hr/> 0.91	<hr/> 0.91

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Report for the financial year ended 30 June 2012.

CCK CONSOLIDATED HOLDINGS BERHAD**(Company No. 396692-T)**

(Incorporated in Malaysia)

Interim report for the quarter ended 30 June 2013

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	←-----Non-distributable -----→				Distributable Retained Profits RM'000	Attributable to owners of the Company RM'000	Non- controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Treasury Share RM'000	Share Premium RM'000	Exchange Translation RM'000				
At 30 June 2013								
Balance at 1.7.2012	78,840	(422)	158	(669)	64,567	142,474	1,054	143,528
Profit before taxation	-	-	-	-	11,053	11,053	81	11,134
Other comprehensive income, net of tax:-								
Foreign currency translation difference	-	-	-	(2,109)	-	(2,109)	(9)	(2,118)
Total Comprehensive Income for the year	-	-	-	(2,109)	11,053	8,944	72	9,016
Contributions by and distributions to owners of the Company:-								
- purchase of treasury shares	-	(1,711)	-	-	-	(1,711)	-	(1,711)
- dividends:-								
- by the Company	-	-	-	-	(5,763)	(5,763)	-	(5,763)
Changes in ownership interests in subsidiaries:-								
- acquisition from non-controlling interests	-	-	-	-	(180)	(180)	(740)	(920)
Balance at 30.6.2013	78,840	(2,133)	158	(2,778)	69,677	143,764	386	144,150

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Report for the financial year ended 30 June 2012.

CCK CONSOLIDATED HOLDINGS BERHAD**(Company No. 396692-T)**

(Incorporated in Malaysia)

Interim report for the quarter ended 30 June 2013

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	←-----Non-distributable -----→				Distributable Retained Profits RM'000	Attributable to owners of the Company RM'000	Non- controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Treasury Share RM'000	Share Premium RM'000	Exchange Translation RM'000				
At 30 June 2012								
Balance at 1.7.2011	78,840	(6,244)	158	17	57,256	130,027	1,262	131,289
Profit before taxation	-	-	-	-	20,544	20,544	268	20,812
Other comprehensive income, net of tax:-								
Foreign currency translation difference	-	-	-	(227)	-	(227)	(2)	(229)
Total Comprehensive Income for the year	-	-	-	(227)	20,544	20,317	266	20,583
Contributions by and distributions to owners of the Company:-								
- purchase of treasury shares	-	(1,478)	-	-	-	(1,478)	-	(1,478)
- distribution of treasury shares as dividends	-	7,300	-	-	(7,300)	-	-	-
- dividends:-								
- by the Company	-	-	-	-	(5,211)	(5,211)	-	(5,211)
- by subsidiaries to non-controlling interests	-	-	-	-	-	-	(142)	(142)
Changes in ownership interests in subsidiaries:-								
- acquisition from non-controlling interests	-	-	-	-	180	180	(180)	-
Balance at 30.6.2012	78,840	(422)	158	(210)	65,469	143,835	1,206	145,041

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Report for the financial year ended 30 June 2012.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Interim report for the quarter ended 30 June 2013

The figures have not been audited.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding year Corresponding Quarter	Current Year to Date	Preceding year Corresponding Year to Date
	30.06.2013 RM'000	30.06.2012 RM'000	30.06.2013 RM'000	30.06.2012 RM'000
Revenue	94,192	96,221	408,770	410,898
Cost of sales	(78,285)	(78,383)	(338,906)	(336,672)
Gross profit	15,907	17,838	69,864	74,226
Other income	1,078	639	3,982	2,492
Distribution costs	(629)	(112)	(2,303)	(741)
Administrative expenses	(9,187)	(8,795)	(26,871)	(25,475)
Other operating expenses	(4,295)	(3,062)	(24,854)	(20,786)
Share of results of associates	14	63	(89)	60
Finance costs	(158)	(166)	(620)	(580)
Profit before taxation	2,730	6,405	16,109	29,196
Income tax expense	(1,074)	(1,776)	(4,975)	(8,384)
Profit after taxation	1,656	4,629	11,134	20,812
Other comprehensive income, net of tax:-				
Foreign currency translation difference	(589)	126	(1,722)	(230)
Total Comprehensive Income for the year/period	1,067	4,755	9,412	20,582
Profit for the period attributable to:				
Equity holders of the parent	1,659	4,573	11,053	20,544
Non-controlling interests	(3)	56	81	268
Profit for the year	1,656	4,629	11,134	20,812
Total Comprehensive Income for the period attributable to:				
Equity holders of the parent	1,076	4,699	9,340	20,317
Non-controlling interests	(9)	56	72	265
Total Comprehensive Income for the period	1,067	4,755	9,412	20,582
	Sen	Sen	Sen	Sen
Earning per share attributable to equity holders of the parent (Sen):				
- Basic	1.07	2.90	7.08	13.03
- Diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Report for the financial year ended 30 June 2012.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Interim report for the quarter ended 30 June 2013

The figures have not been audited.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	12 months ended	
	<u>30.06.2013</u>	<u>30.06.2012</u>
	RM'000	RM'000
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit before taxation	16,109	29,196
Adjustments for non-cash items:-		
Non-cash items	9,005	6,788
Interest income	(200)	(275)
Interest expenses	620	580
Share of results in associates	89	(60)
Operating profit before working capital changes	25,623	36,229
Changes in working capital:		
Net changes in current assets	(14,073)	(11,533)
Net changes in current liabilities	15,124	393
Cash generated from operations	26,674	25,089
Interest received	200	275
Interest paid	(620)	(580)
Tax paid	(2,148)	(7,195)
Net cash provided by operating activities	24,106	17,589
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Acquisition from non-controlling interests	(920)	-
Proceeds from disposal of property, plant and equipment	-	32
Purchase of property, plant and equipment	(39,999)	(32,218)
Net cash used in investing activities	(40,919)	(32,186)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Dividend paid	(5,763)	(5,211)
Dividend paid by subsidiary to non-controlling interest	-	(142)
Purchase of treasury shares	(1,711)	(1,478)
Proceeds from term loans and other facilities obtained	54,618	29,146
Repayment of term loans and other facilities	(44,356)	(12,524)
Net cash provided by financing activities	2,788	9,791
Net decrease in cash and cash equivalents	(14,025)	(4,806)
Cash and cash equivalents brought forward	21,342	26,313
Effects of exchange rate changes	(2,118)	(229)
Cash and cash equivalents carried forward	5,199	21,278

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Audited Financial Report for the financial year ended 30 June 2012.

CCK CONSOLIDATED HOLDINGS BERHAD

NOTES TO THE QUARTERLY REPORT

Interim report for the quarter ended 30 June 2013

A. Explanatory Notes Pursuant to FRS (Financial Reporting Standards) 134

A1. Basis of Preparation

The unaudited interim financial statements of the Group have been prepared under the historical cost convention and in accordance with the requirements of FRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia").

The interim financial statements should be read in conjunction with the Group's annual audited financial statements for the year ended 30 June 2012. These explanatory notes 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 year ended 30 June 2012.

A2. Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 30 June 2012.

On 19 November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, Malaysian Financial Reporting Standards ("MFRSs") that are equivalent to International Financial Reporting Standards ("IFRSs").

The MFRSs are to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 *Agriculture* and/or IC Interpretation 15 *Agreements for the Construction of Real Estate*, including its parent, significant investor and venturer (hereinafter referred to as "Transitioning Entities").

On 30 June 2012, MASB announced that the Transitioning Entities are allowed to defer the adoption of the MFRSs to annual periods beginning on or after 1 January 2014 after which the MFRSs will become mandatory. The Group falls within the definition of Transitioning Entities and has opted to prepare its first MFRSs financial statements for the financial year ending 30 June 2015.

In representing its first MFRSs financial statements, the Group will quantify the financial effects of the differences between the current FRSSs and MFRSs. The Group has commenced transitioning its accounting policies and financial reporting from the current FRSSs to MFRSs. However, the Group has not completed its quantification of the financial effects of the differences between FRSSs and MFRSs due to the ongoing assessment by the management. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

The Group expects to be in a position to fully comply with the requirements of MFRSs for the financial year ending 30 June 2015.

A3. Seasonality or cyclicity of interim operations

The Group's business operations were not affected by any significant seasonality or cyclicity factors in the current financial period.

A4. Unusual items affecting assets, liabilities, equity, net income, or cash flow

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual in nature, size, or incidence during the financial period under review.

A5. Significant Estimates and changes in estimates

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years, which have a material effect in the current interim period.

A6. Issuances, cancellations, repurchases, resale & repayments of debt & equity securities

There were no issuances, cancellations, resale or repayments of debts and equity securities for the financial period under review.

CCK CONSOLIDATED HOLDINGS BERHAD
NOTES TO THE QUARTERLY REPORT - CONTINUED

Interim report for the quarter ended 30 June 2013

A7. **Dividend**

No dividend was paid or declared during the financial quarter under review.

A8. **Segment reporting**

12 months period ended 30 June 2013	Poultry	Prawn	Food Ration	Retail	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE						
External revenue	71,840	15,112	16,903	304,915	-	408,770
Inter-segment revenue	129,693	12,012	652	45,492	(187,849)	-
Total segment revenue	201,533	27,124	17,555	350,407	(187,849)	408,770
RESULTS						
Segment results	9,713	(58)	632	17,517	-	27,804
Depreciation	(2,068)	(845)	(259)	(6,079)	-	(9,251)
Operating income						18,553
Interest income						200
Unallocated expenses						(1,935)
Share of results in associates						(89)
Finance costs						(620)
Taxation						(4,975)
Profit after taxation						11,134
12 months period ended 30 June 2012	Poultry	Prawn	Food Ration	Retail	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE						
External revenue	58,169	21,008	30,720	301,001	-	410,898
Inter-segment revenue	111,154	23,991	1,263	50,014	(186,422)	-
Total segment revenue	169,323	44,999	31,983	351,015	(186,422)	410,898
RESULTS						
Segment results	9,201	2,552	2,651	23,097	-	37,501
Depreciation	(905)	(755)	(299)	(4,868)	-	(6,827)
Operating income						30,674
Interest income						275
Unallocated expenses						(1,233)
Share of results in associates						60
Finance costs						(580)
Taxation						(8,384)
Profit after taxation						20,812

CCK CONSOLIDATED HOLDINGS BERHAD
NOTES TO THE QUARTERLY REPORT - CONTINUED

Interim report for the quarter ended 30 June 2013

A9. Valuation of property, plant and equipment

There were no amendments in the valuation of property, plant and equipment brought forward from the previous annual financial statements. The Group did not carry out any valuation on its property, plant and equipment during the current interim period.

A10. Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.

A11. Changes in the composition of the Group

There were no changes in the composition of the Group during the current interim period.

A12. Changes in contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets as at the end of the current interim period.

A13. Capital commitments

There were no material changes in capital commitments since the end of the previous financial quarter.

A14. Related Party Disclosures	30.06.2013	30.06.2012
Significant related party transactions are as follows:-	RM'000	RM'000
Transactions with a company in which certain directors and substantial shareholders have financial interest in:-		
Rental paid	48	19
Purchase of products	77	58
Freight charges	22	7
	<hr/>	<hr/>
A15. Cash and cash equivalents	30.06.2013	30.06.2012
	RM'000	RM'000
Cash and bank balances	10,432	22,340
Bank overdrafts, secured	(1,203)	(983)
Bank overdrafts, unsecured	(4,030)	(79)
	<hr/>	<hr/>
	5,199	21,278
	<hr/>	<hr/>

CCK CONSOLIDATED HOLDINGS BERHAD
NOTES TO THE QUARTERLY REPORT - CONTINUED

Interim report for the quarter ended 30 June 2013

B. Explanatory Notes Pursuant to Main Market Listing Requirements of Bursa Malaysia Securities Berhad

B1. Review of operating performance

Revenue of the Group for the three months ended 30 June 2013 was recorded at RM94.192 million. The result represented a slight decrease of 2.11% as compared to RM96.221 million recorded for the corresponding period last year. The decreases were principally attributable to intensified competition which resulted in weakened selling prices for the poultry products. In tandem with the decrease in revenue, the Group's current quarter pre-tax profit of RM2.730 million was lower as compared to preceding year's corresponding quarter where the pre-tax profit was recorded at RM6.405 million. Higher operating expenses, especially those associated with the opening of new retail outlets resulted in lower profits.

B2. Comparison with the immediate preceding quarter's results

The Group's revenue for the current quarter ended 30 June 2013 was recorded at RM94.192 million, which represented a decrease of 0.41% as compared with the immediate preceding quarter's performance where the Group's revenue was recorded at RM94.583 million. Weakened demands from consumers and stiffer competition were factors affecting the Group's performance. However, the Group's current quarter's pre-tax profit of RM2.730 million is higher as compared with the immediate preceding quarter's result of RM2.402 million.

B3. Future Prospects

The Group will continue to look for opportunities to expand its network of outlets in both Malaysia and Indonesia. It will remain focused in managing its operating costs effectively and to increase its market share both domestically and internationally. In view of the generally higher operational cost environment, the Group expects its performance for the current financial year to be lower with that achieved in the previous financial year.

B4. Variance of actual profit from forecast profit

The disclosure requirements for explanatory notes for the variance of the actual profit after tax and minority interest and shortfall in profit forecasts and/or guarantees are not applicable to the Company.

B5. Taxation

	3 months ended		Cumulative Quarter	
	30.06.2013 RM'000	30.06.2012 RM'000	30.06.2013 RM'000	30.06.2012 RM'000
Current taxation	1,072	1,439	4,973	7,117
Over provision in prior year	-	(45)	-	(135)
Deferred taxation	2	382	2	1,402
	<u>1,074</u>	<u>1,776</u>	<u>4,975</u>	<u>8,384</u>

Income tax is calculated at the Malaysian statutory tax rate of 25% of the estimated assessable profit for the period.

The effective tax rate of the Group for the current and previous corresponding quarter and financial year was higher than the statutory tax rate principally due to certain expenses which were not deductible for tax purposes.

CCK CONSOLIDATED HOLDINGS BERHAD
NOTES TO THE QUARTERLY REPORT - CONTINUED
Interim report for the quarter ended 30 June 2013

B6. Status of corporate proposals

There was no significant development or changes in the corporate proposal that was announced previously.

B7. Group Borrowings

Details of the Group borrowings are as follows:-

	30.06.2013	30.06.2012
	RM'000	RM'000
Current		
Secured -		
- Hire purchase obligations	70	-
- Bank overdrafts	1,203	1,858
- Banker's acceptance	13,673	14,027
- Term loans	689	1,012
- Revolving credit	23,500	-
	<u>39,135</u>	<u>16,897</u>
Unsecured -		
- Bank overdrafts	4,030	3,313
	<u>43,165</u>	<u>20,210</u>
Non-current		
Secured -		
- Term loans	3,650	3,455

B8. Material litigation

There was no litigation against the Group during the current quarter.

B9. Dividend

No dividend has been proposed for the current quarter ended 30 June 2013.

B10. Earnings per share

Basic:-

The basic earnings per share is based on the profit attributable to equity holders of the parent by the weighted average number of ordinary shares in issue during the current quarter.

	3 months ended		Cumulative quarter	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
	RM'000	RM'000	RM'000	RM'000
Profit attributable to equity holders of the parent	1,659	4,573	11,053	20,544
Weighted average of ordinary Shares	155,311	157,680	156,089	157,680
Basic Earnings per Share (Sen)	<u>1.07</u>	<u>2.90</u>	<u>7.08</u>	<u>13.03</u>

Diluted:-

The diluted earnings per share was not applicable as there were no dilutive potential ordinary shares outstanding during the current quarter.

CCK CONSOLIDATED HOLDINGS BERHAD
NOTES TO THE QUARTERLY REPORT - CONTINUED

Interim report for the quarter ended 30 June 2013

B11. Realised and unrealised retained profits

The retained profits is analysed as follows:-

	30.06.2013	30.06.2012
	RM'000	RM'000
Retained profits of the Company and subsidiaries		
- Realised	88,595	85,605
- Unrealised	(2,826)	(3,898)
Share of retained profits in associates		
- Realised	446	524
Less: Consolidation adjustments	(16,538)	(16,763)
	69,677	65,468

B12. Profit before tax

The following items have been included in arriving at profit before tax:

	3 months ended		Cumulative Quarter	
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
	RM'000	RM'000	RM'000	RM'000
After charging/(crediting)-				
Interest expense	158	166	620	568
Depreciation and amortisation	2,788	1,602	9,361	6,839
Gain on disposal of property, plant and equipment	(44)	(16)	(346)	(55)
Foreign exchange (gain)/loss	(26)	(82)	(125)	179
Interest income	(31)	(36)	(200)	(275)

Other than the above, there were no impairment of assets, gain or loss on disposal of quoted or unquoted investments or properties and exceptional items for the current quarter.

B13. Net assets per share

The net assets per share of RM0.91 is calculated by dividing the net assets of the Group of RM144.150 million by 157.680 million number of shares of the Company in issue as at the end of the current financial quarter.

B14. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 30 June 2012 was unqualified.

B15. Authorised for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 30 August 2013.

By order of the Board

Ling Ting Leong @ Ling Chong Seng (MACS 00754)

Secretary
 Sibul, Sarawak
 30 August 2013