

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

FOR THE QUARTER ENDED 31 DECEMBER 2015

The figures had not been audited.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31.12.2015 RM'000 (Unaudited)	As at 31.12.2014 RM'000 (Audited)
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipment	203,303	129,905
Investment properties	1,455	1,511
Goodwill on consolidation	380	380
Deferred tax assets	569	586
	<hr/> 205,707	<hr/> 132,382
CURRENT ASSETS		
Inventories	56,839	56,358
Trade receivables	31,083	25,004
Other receivables, deposits and prepayments	5,330	5,746
Tax refundable	366	694
Cash and bank balances	28,131	23,831
	<hr/> 121,749	<hr/> 111,633
TOTAL ASSETS	<hr/> 327,456	<hr/> 244,015
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	78,840	78,840
Share premium reserve	158	158
Treasury shares	(2,190)	(2,177)
Foreign exchange translation reserve	(2,109)	(3,853)
Revaluation reserve	51,005	-
Retained profits	90,478	79,714
	<hr/> 216,182	<hr/> 152,682
Non-controlling interests	449	423
TOTAL EQUITIES	<hr/> 216,631	<hr/> 153,105
NON CURRENT LIABILITIES		
Bank borrowings	1,612	2,580
Deferred income	28	38
Deferred tax liabilities	19,855	3,038
	<hr/> 21,495	<hr/> 5,656
CURRENT LIABILITIES		
Trade payables	18,270	17,638
Other payables, deposits and accruals	6,023	6,034
Bank borrowings:-		
- bank overdrafts	3,476	615
- other borrowings	58,288	55,982
Provision for employee benefits	2,245	3,002
Provision for taxation	1,028	1,983
	<hr/> 89,330	<hr/> 85,254
TOTAL LIABILITIES	<hr/> 110,825	<hr/> 90,910
TOTAL EQUITIES & LIABILITIES	<hr/> 327,456	<hr/> 244,015
Net assets per share (RM)	<hr/> 1.40	<hr/> 0.97

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Report for the financial year ended 31 December 2014.

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

(Incorporated in Malaysia)

Interim report for the quarter ended 31 December 2015

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	←-----Non-distributable -----→								
	Share Capital RM'000	Treasury Share RM'000	Share Premium RM'000	Exchange Translation RM'000	Revaluation Reserve RM'000	Distributable Retained Profits RM'000	Attributable to owners of the Company RM'000	Non- controlling Interest RM'000	Total Equity RM'000
At 31 December 2015									
Balance at 1.1.2015	78,840	(2,177)	158	(3,853)	-	79,714	152,682	423	153,105
Profit after taxation	-	-	-	-	-	13,869	13,869	16	13,885
Other comprehensive income, net of tax:-									
Foreign currency translation difference	-	-	-	1,744	-	-	1,744	10	1,754
Total Comprehensive Income for the year	-	-	-	1,744	-	13,869	15,613	26	15,639
Contributions by and distributions to owners of the Company:-									
- dividend by the Company	-	-	-	-	-	(3,105)	(3,105)	-	(3,105)
- purchase of treasury shares	-	(13)	-	-	-	-	(13)	-	(13)
- arising from revaluation from properties, plant and equipment	-	-	-	-	51,005	-	51,005	-	51,005
Balance at 31.12.2015	78,840	(2,190)	158	(2,109)	51,005	90,478	216,182	449	216,631

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Report for the financial year ended 31 December 2014.

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

(Incorporated in Malaysia)

Interim report for the quarter ended 31 December 2015

(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 31 December 2014								
Balance at 1.1.2014	78,840	(2,142)	158	(4,560)	73,763	146,059	402	146,461
Profit after taxation	-	-	-	-	8,280	8,280	17	8,297
Other comprehensive income, net of tax:-								
Foreign currency translation difference	-	-	-	707	-	707	4	711
Total Comprehensive Income for the year	-	-	-	707	8,280	8,987	21	9,008
Contributions by and distributions to owners of the Company:-								
- dividend by the Company	-	-	-	-	(2,329)	(2,329)	-	(2,329)
- purchase of treasury shares	-	(35)	-	-	-	(35)	-	(35)
Balance at 31.12.2014	78,840	(2,177)	158	(3,853)	79,714	152,682	423	153,105

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Report for the financial year ended 31 December 2014.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Interim report for the quarter ended 31 December 2015

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
	31.12.2015 RM'000	31.12.2014 RM'000	31.12.2015 RM'000	31.12.2014 RM'000
Revenue	127,836	113,345	509,051	451,282
Cost of sales	(104,505)	(93,719)	(421,329)	(384,601)
Gross profit	23,331	19,626	87,722	66,681
Other income	2,496	3,164	8,062	6,017
Distribution costs	(1,647)	(1,608)	(6,606)	(4,363)
Administrative expenses	(9,306)	(9,130)	(34,670)	(22,736)
Other operating expenses	(8,342)	(8,049)	(32,580)	(30,632)
Finance costs	(852)	(888)	(3,067)	(2,020)
Profit before taxation	5,680	3,115	18,861	12,947
Income tax expense	(1,474)	(938)	(4,976)	(4,650)
Profit after taxation	4,206	2,177	13,885	8,297
Other comprehensive income, net of tax:-				
Foreign currency translation difference	992	783	1,754	711
Total Comprehensive Income for the year/period	5,198	2,960	15,639	9,008
Profit for the period attributable to:				
Equity holders of the parent	4,202	2,169	13,869	8,280
Non-controlling interests	4	8	16	17
Profit for the period	4,206	2,177	13,885	8,297
Total Comprehensive Income for the period attributable to:				
Equity holders of the parent	5,190	2,948	15,613	8,987
Non-controlling interests	8	12	26	21
Total Comprehensive Income for the period	5,198	2,960	15,639	9,008
	Sen	Sen	Sen	Sen
Earning per share attributable to equity holders of the parent (Sen):				
- Basic	2.70	1.40	8.93	5.33
- 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 31 December 2014.

CCK CONSOLIDATED HOLDINGS BERHAD

(Incorporated in Malaysia)

Interim report for the quarter ended 31 December 2015

The figures have not been audited.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	12 months ended	
	<u>31.12.2015</u>	<u>31.12.2014</u>
	RM'000	RM'000
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit before taxation	18,861	12,947
Adjustments for non-cash items:-		
Non-cash items	13,398	15,538
Interest income	(99)	(143)
Interest expenses	3,072	2,019
Operating profit before working capital changes	35,232	30,361
Changes in working capital:		
Net changes in current assets	(7,644)	(9,385)
Net changes in current liabilities	(6,003)	(843)
Cash generated from operations	21,585	20,133
Interest received	99	143
Interest paid	(3,072)	(2,019)
Tax paid	(6,012)	(5,234)
Net cash used in operating activities	12,600	13,023
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Acquisition from non-controlling interests	-	(1,353)
Acquisition of a subsidiary net of cash and cash equivalent	-	(1,330)
Proceeds from disposal of property, plant and equipment	50	3,414
Purchase of property, plant and equipment	(18,237)	(21,054)
Net cash used in investing activities	(18,187)	(20,323)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Dividend paid	(3,105)	(2,329)
Purchase of treasury shares	(13)	(35)
Proceeds from term loans and other facilities obtained	10,809	10,124
Repayment of term loans and other facilities	(1,476)	957
Net cash provided by financing activities	6,215	6,803
Net increase/(decrease) in cash and cash equivalents	628	(497)
Cash and cash equivalents brought forward	23,216	23,586
Effects of exchange rate changes	811	127
Cash and cash equivalents carried forward	24,655	23,216

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Audited Financial Report for the financial year ended 31 December 2014.

CCK CONSOLIDATED HOLDINGS BERHAD

NOTES TO THE QUARTERLY REPORT

Interim report for the quarter ended 31 December 2015

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 31 December 2014. 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 31 December 2014.

A2. Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2014.

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 31 December 2015.

In representing its first MFRSs financial statements, the Group will quantify the financial effects of the differences between the current FRs and MFRSs. The Group has commenced transitioning its accounting policies and financial reporting from the current FRs to MFRSs. However, the Group has not completed its quantification of the financial effects of the differences between FRs 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 31 December 2015.

Leasehold land and buildings are reviewed periodically, at least once in every five years. Surpluses arising from the revaluation are recognized in other comprehensive income and accumulated in equity under the revaluation reserve. Deficits arising from the revaluation, to the extent that they are not supported by any previous revaluation surpluses, are recognized in profit and loss.

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 except that the Group carried out a revaluation exercise on landed properties that resulted in a revaluation surplus amounting RM51 million which was taken up as Revaluation Reserve in the financial statements.

A5. Significant Estimates and changes in estimates

There were no changes in estimates of amounts reported in prior 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.

CCK CONSOLIDATED HOLDINGS BERHAD
NOTES TO THE QUARTERLY REPORT - CONTINUED

Interim report for the quarter ended 31 December 2015

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.

A7. Dividend

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

A8. Segment reporting

12 months period ended 31 December 2015	Poultry	Prawn	Food Ration	Retail	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE						
External revenue	85,546	22,976	8,717	391,812	-	509,051
Inter-segment revenue	146,844	21,336	156	64,570	(232,906)	-
Total segment revenue	232,390	44,312	8,873	456,382	(232,906)	509,051
RESULTS						
Segment results	12,459	920	1,239	20,457	-	35,075
Depreciation	(4,097)	(723)	(79)	(8,428)	-	(13,327)
Operating income						21,748
Interest income						99
Unallocated expenses						86
Finance costs						(3,072)
Taxation						(4,976)
Profit after taxation						<u>13,885</u>
12 months period ended 31 December 2014	Poultry	Prawn	Food Ration	Retail	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE						
External revenue	87,406	18,049	8,532	337,295	-	451,282
Inter-segment revenue	136,838	17,649	472	71,413	(226,372)	-
Total segment revenue	224,244	35,698	9,004	408,708	(226,372)	451,282
RESULTS						
Segment results	13,161	892	1,244	13,216	-	28,513
Depreciation	(4,192)	(1,238)	(106)	(8,279)	-	(13,815)
Operating income						14,698
Interest income						143
Unallocated expenses						125
Finance costs						(2,019)
Taxation						(4,650)
Profit after taxation						<u>8,297</u>

CCK CONSOLIDATED HOLDINGS BERHAD
NOTES TO THE QUARTERLY REPORT - CONTINUED
Interim report for the quarter ended 31 December 2015

A9. Valuation of property, plant and equipment

The Group carried out valuations on its property, plant and equipment during the current interim period which resulted in a revaluation surplus amounting RM51 million in Revaluation Reserve.

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	31.12.2015	31.12.2014
	RM'000	RM'000
Significant related party transactions are as follows:-		
Transactions with a company in which certain directors and substantial shareholders have financial interest in:-		
Rental paid	53	35
Purchase of products	22	9
Freight and handling charges	-	32
	<hr/>	<hr/>

A15. Cash and cash equivalents	31.12.2015	31.12.2014
	RM'000	RM'000
Cash and bank balances	28,131	23,831
Bank overdrafts, secured	(3,361)	(504)
Bank overdrafts, unsecured	(115)	(111)
	<hr/>	<hr/>
	24,655	23,216
	<hr/>	<hr/>

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 31 December 2015 was recorded at RM127.836 million. The result represented an increase of 12.78% as compared to RM113.345 million recorded for the corresponding period last year. The increases were primarily attributable to increase in business volume due to more consumer demand arising from more stores/outlets opened at strategic locations. In tandem with the increase in revenue, the Group's current quarter pre-tax profit of RM5.680 million was higher as compared to preceding year's corresponding quarter where the pre-tax profit was recorded at RM3.115 million

B2. Comparison with the immediate preceding quarter's results

The Group's revenue for the current quarter ended 31 December 2015 was recorded at RM127.836 million, which represented a decrease of 5.78% as compared was with the immediate preceding quarter's performance where the Group's revenue was recorded at RM135.681 million. The reduction was principally due to weaker demand from consumers as they turned cautious in the uncertain economy. However, the Group's current quarter's pre-tax profit of RM5.680 million is comparable with the immediate preceding quarter's result of RM5.404 million of pre-tax profits.

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 higher business volumes generated from the increase in more stores/outlets opened during the current financial year and prudent operational cost control by the management, the Group expects its performance for the coming financial year to be comparable or if not better than that achieved in this 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	
	31.12.2015	31.12.2014	31.12.2015	31.12.2014
	RM'000	RM'000	RM'000	RM'000
Current taxation	1,258	289	4,125	5,702
Over provision in prior year	-	-	-	-
Deferred taxation	216	649	851	(1,052)
	<u>1,474</u>	<u>938</u>	<u>4,976</u>	<u>4,650</u>

Income tax is calculated at the Malaysian statutory tax rate of 24% 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 31 December 2015

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:-

	31.12.2015	31.12.2014
	RM'000	RM'000
Current		
Secured -		
- Hire purchase obligations	-	20
- Bank overdrafts	3,361	504
- Banker's acceptance	15,320	14,961
- Term loans	968	1,001
- Revolving credit	42,000	40,000
	61,649	56,486
Unsecured -		
- Bank overdrafts	115	111
	61,764	56,597
Non-current		
Secured -		
- Hire purchase obligations	-	1
- Term loans	1,612	2,579

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 31 December 2015.

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	
	31.12.2015	31.12.2014	31.12.2015	31.12.2014
	RM'000	RM'000	RM'000	RM'000
Profit attributable to equity holders of the parent	4,202	2,169	13,869	8,280
Weighted average of ordinary shares	155,253	155,270	155,253	155,270
Basic Earnings per Share (Sen)	2.70	1.40	8.93	5.33

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 31 December 2015

B11. Realised and unrealised retained profits

The retained profits is analysed as follows:-

	31.12.2015	31.12.2014
	RM'000	RM'000
Retained profits of the Company and subsidiaries		
- Realised	104,206	101,201
- Unrealised	(4,164)	(3,500)
Less: Consolidation adjustments	(9,564)	(17,987)
	90,478	79,714

B12. Profit before tax

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

	3 months ended		Cumulative Quarter	
	31.12.2015	31.12.2014	31.12.2015	31.12.2014
	RM'000	RM'000	RM'000	RM'000
After charging/(crediting)-				
Interest expense	768	990	3,072	2,019
Depreciation and amortisation	3,331	3,154	13,327	13,815
Gain on disposal of property, plant and equipment	-	(1,490)	(20)	(1,578)
Interest income	(13)	(27)	(99)	(143)

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 RM1.40 is calculated by dividing the net assets of the Group of RM216.631 million by 155.253 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 31 December 2014 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 29 February 2016.

By order of the Board

Ling Ting Leong @ Ling Chong Seng (MACS 00754)

Secretary
 Sibu, Sarawak