

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE YEAR ENDED 31 MARCH 2015

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 31.03.2015 RM'000	Preceding Year Corresponding Quarter 31.03.2014 RM'000 As restated	Current Year to Date 31.03.2015 RM'000	Preceding Year Corresponding Period 31.03.2014 RM'000 As restated
<b>Continuing operations</b>					
Revenue	A15	315	54	315	54
Investment income		889	-	889	-
Other income		-	38	-	38
Depreciation		(93)	(53)	(93)	(53)
Other expenses		(759)	(164)	(759)	(164)
Finance costs		(112)	(55)	(112)	(55)
<b>Profit/(Loss) before tax</b>		240	(180)	240	(180)
Income tax expense	B5	(222)	(13)	(222)	(13)
<b>Profit/(Loss) for the period from continuing operations</b>		18	(193)	18	(193)
<b>Discontinued operations</b>					
Profit for the period from discontinued operations, net of tax	A12	(7)	621	(7)	621
<b>Profit for the period</b>	B6	11	428	11	428
<b>Attributable to:</b>					
Owners of the Company		11	333	11	333
Non-controlling interests		-	95	-	95
		11	428	11	428
<b>Earnings/(Loss) per ordinary share attributable to owners of the Company (sen)</b>					
Basic					
Continuing operations		0.01	(0.19)	0.01	(0.19)
Discontinued operations		-	0.53	-	0.53
<b>Total</b>		0.01	0.34	0.01	0.34
Diluted					
Continuing operations		0.01	N/A	0.01	N/A
Discontinued operations		-	N/A	-	N/A
<b>Total</b>		0.01	N/A	0.01	N/A

The unaudited Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2014

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 MARCH 2015

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2015 RM'000	Preceding Year Corresponding Quarter 31.03.2014 RM'000	Current Year to Date 31.03.2015 RM'000	Preceding Year Corresponding Period 31.03.2014 RM'000
<b>Profit for the period</b>	<b>11</b>	<b>428</b>	<b>11</b>	<b>428</b>
<b>Other comprehensive income</b>				
<i>Item that may be subsequently reclassified to profit or loss</i>				
Exchange differences on translation of foreign operations	36	149	36	149
<b>Total comprehensive income for the period, net of tax</b>	<b>47</b>	<b>577</b>	<b>47</b>	<b>577</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	47	388	47	388
Non-controlling interests	-	189	-	189
	<b>47</b>	<b>577</b>	<b>47</b>	<b>577</b>
<b>Total comprehensive income attributable to owners of the Company analysed between:</b>				
- Continuing Operations	17	(233)	17	(233)
- Discontinued Operations	30	621	30	621
	<b>47</b>	<b>388</b>	<b>47</b>	<b>388</b>

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2014

**ABRIC BERHAD**  
**(Company No: 187259-W)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS OF 31 MARCH 2015**

	Note	31.03.2015 Unaudited RM'000	31.12.2014 Audited RM'000
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment		4,178	1,100
Investment properties		15,800	15,800
<b>Total Non-Current Assets</b>		<u>19,978</u>	<u>16,900</u>
<b>Current Assets</b>			
Receivables		10,507	10,864
Cash and bank balances		80,029	116,301
Assets classified as held for sale	A12	932	879
<b>Total Current Assets</b>		<u>91,468</u>	<u>128,044</u>
<b>Total Assets</b>		<u><u>111,446</u></u>	<u><u>144,944</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and Reserves</b>			
Issued capital		42,155	30,864
Reserves		47,048	47,001
<b>Total Equity</b>		<u>89,203</u>	<u>77,865</u>
<b>Non-Current Liabilities</b>			
Hire-purchase payables - non-current portion	B8	167	199
Long-term borrowings - non-current portion	B8	3,144	3,810
Deferred tax liabilities		1,908	1,908
<b>Total Non-Current Liabilities</b>		<u>5,219</u>	<u>5,917</u>
<b>Current Liabilities</b>			
Payables		13,842	56,499
Borrowings	B8	2,760	4,265
Liabilities classified as held for sale	A12	422	398
<b>Total Current Liabilities</b>		<u>17,024</u>	<u>61,162</u>
<b>Total Liabilities</b>		<u>22,243</u>	<u>67,079</u>
<b>Total Equity and Liabilities</b>		<u><u>111,446</u></u>	<u><u>144,944</u></u>
<b>Net Assets Per Share (RM)</b>		<u><u>0.66</u></u>	<u><u>0.78</u></u>

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2014

ABRIC BERHAD  
(Company No: 187259-W)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2015

	Issued capital RM'000	Share premium RM'000	Translation adjustment account RM'000	Capital reserve RM'000	Warrant reserve RM'000	Revaluation reserve RM'000	Other reserve RM'000	Retained earnings RM'000	Attributable to owners of the Company RM'000	Non- controlling interests RM'000	Total RM'000
<b>As at 1 January 2014</b>	29,715	4,746	(3,598)	2,011	832	289	179	15,836	50,010	9,309	59,319
Profit for the period	-	-	-	-	-	-	-	333	333	95	428
Other comprehensive income:											
Currency translation differences	-	-	55	-	-	-	-	-	55	94	149
Total comprehensive income for the year, net of tax	-	-	55	-	-	-	-	333	388	189	577
<b>As at 31 March 2014</b>	<u>29,715</u>	<u>4,746</u>	<u>(3,543)</u>	<u>2,011</u>	<u>832</u>	<u>289</u>	<u>179</u>	<u>16,169</u>	<u>50,398</u>	<u>9,498</u>	<u>59,896</u>
<b>As at 1 January 2015</b>	30,864	4,811	(5,241)	-	767	4,676	-	41,988	77,865	-	77,865
Profit for the period	-	-	-	-	-	-	-	11	11	-	11
Other comprehensive income:											
Currency translation differences	-	-	36	-	-	-	-	-	36	-	36
Total comprehensive income for the period, net of tax	-	-	36	-	-	-	-	11	47	-	47
Transaction with owners of the Company:											
Issuance of shares pursuant to exercise of warrants	11,291	632	-	-	(632)	-	-	-	11,291	-	11,291
<b>As at 31 March 2015</b>	<u>42,155</u>	<u>5,443</u>	<u>(5,205)</u>	<u>-</u>	<u>135</u>	<u>4,676</u>	<u>-</u>	<u>41,999</u>	<u>89,203</u>	<u>-</u>	<u>89,203</u>

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 MARCH 2015**

	3 months ended 31.03.2015 RM'000	3 months ended 31.03.2014 RM'000
<b>CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES</b>		
Profit/(Loss) for the period from:		
Continuing operations	18	(193)
Discontinued operations	(7)	621
Adjustments for:		
Depreciation	93	1,703
Finance costs	112	452
Unrealised loss on foreign exchange	2	76
Loss on disposal of property, plant and equipment	-	137
Allowance for doubtful debts	-	(2)
Income tax expense	222	111
Interest income	(889)	(15)
Property, plant and equipment written off	-	8
Operating (Loss)/Profit Before Working Capital Changes	(449)	2,898
Decrease in:		
Inventories	-	1,141
Receivables	278	2,797
Decrease in payables	(612)	(1,024)
Cash (Used In)/Generated From Operations	(783)	5,812
Tax paid	(38)	(47)
Net Cash Flows (Used In)/From Operating Activities	(821)	5,765
<b>CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES</b>		
Proceeds from disposal of property, plant and equipment	-	55
Additions to property, plant and equipment	(3,171)	(470)
Additions to intangible assets	-	(35)
Interest income	889	15
Net Cash Flows Used In Investing Activities	(2,282)	(435)
<b>CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES</b>		
Net repayment of long-term loan	(665)	(711)
Finance costs paid	(112)	(452)
Payment of hire-purchase payables	(38)	(415)
Net change in bank borrowings	(1,500)	(589)
Dividends paid	(42,146)	-
Proceeds from issuance of shares pursuant to exercise of warrants	11,291	-
Increase in cash and cash equivalents-restricted	-	(14)
Net Cash Flows Used In Financing Activities	(33,170)	(2,181)
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	(36,273)	3,149
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	116,251	5,646
Effect of changes in exchange rates	23	(8)
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD (Note)</b>	<u>80,001</u>	<u>8,787</u>
Note:		
Cash and cash equivalents comprise the followings:		
Cash and bank balances	80,443	10,100
Less: Restricted cash and bank balances	(442)	(1,313)
	<u>80,001</u>	<u>8,787</u>

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

## **PART A: EXPLANATORY NOTES AS PER MFRS 134**

### **A1. Basis of Preparation of Interim Financial Statements**

The unaudited interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Main Market Listing Requirements (“MMLR”) of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2014. The 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 year ended 31 December 2014.

### **A2. Changes in Accounting Policies**

#### **Adoption of New and Revised Financial Reporting Standards**

In the current financial year, the Group adopted all the new and revised MFRSs and Issues Committee Interpretations (“IC Interpretations”) and amendments to MFRSs and IC Interpretations issued by MASB that are relevant to their operations and effective for annual financial periods beginning on or after 1 January 2015.

Amendments to MFRS 119 ‘Defined Benefits Plans: Employee Contributions’  
Annual Improvements to MFRSs 2010-2012 Cycle  
Annual Improvements to MFRSs 2011-2013 Cycle

The adoption of these Standards and IC Interpretations do not have a material impact on the financial statements of the Group in the current financial year.

#### **Standards issued but not yet effective**

At the date of authorisation of these interim financial statements, the following Amendments to MFRSs were issued but not yet effective and have not been applied by the Group:

Amendments to MFRS 11	Accounting for Acquisitions of Interests in Joint Operations	Effective 1 January 2016
Amendments to MFRS 116 and MFRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation	Effective 1 January 2016
Amendments to MFRS 10 and MFRS128	Consolidated Financial Statements & Investment in associates and joint ventures - Sale or contribution of assets between an investor and its associates/ joint ventures	Effective 1 January 2016
Amendments to MFRS 127	Separate Financial Statements - Equity accounting in separate financial statements	Effective 1 January 2016
Annual Improvements to MFRSs 2012 - 2014 Cycle		Effective 1 January 2016
MFRS 15	Revenue	Effective 1 January 2017
MFRS 9	Financial instruments	Effective 1 January 2018

## Comparatives

The following comparatives have been reclassified to conform with current financial year's presentation and the effects from the Discontinued Operations and Disposal Group Classified As Held For Sale as described in Note A12.

	As previously Reported RM'000	Reclassification RM'000	As restated RM'000
<b>Preceding Year Corresponding Quarter / Period</b>			
<b><u>31.03.2014</u></b>			
<b>Revenue</b>			
- Continuing operations	19,089	(19,035)	54
- Discontinued operations	-	19,089	19,089
<b>Other income</b>			
- Continuing operations	370	(332)	38
- Discontinued operations	-	278	278

### A3. Qualification of Financial Statements

The preceding year annual audited financial statements were not subject to any qualification.

### A4. Seasonal and Cyclical Factors

The Group's results were not materially affected by any major seasonal or cyclical factors.

### A5. Unusual and Extraordinary Items

There were no exceptional and/or extraordinary items affecting assets, liabilities, equity, net income or cash flows during the period under review.

### A6. Material Changes in Estimates

There were no significant changes in estimates reported in prior financial years which have a material effect in the current quarter.

### A7. Debts and Equity Securities

For the current quarter ended 31 March 2015, the issued and paid-up ordinary share capital of the Company was increased by RM11,291,047 by way of allotment and issuance of 37,636,824 new ordinary shares of RM0.30 each from the exercise of ABRIC Warrants 2011/2016.

Other than the above, there were no other issuance or repayment of debts and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current quarter ended 31 March 2015.

**A8. Dividends Paid**

On 6 February 2015, a single tier tax exempt special dividend of 30 sen per ordinary share of RM0.30 each in respect of the financial year ended 31 December 2014 was paid totalling RM42,146,032.

**A9. Carrying amount of revalued assets**

The carrying values of property, plant and equipment and investment properties have been brought forward without significant changes from the audited financial statements for the financial year ended 31 December 2014.

**A10. Subsequent Events**

Other than the status of corporate proposals disclosed in Note B7, there were no material events subsequent to the quarter under review.

**A11. Changes in Composition of the Group**

There were no changes in the composition of the Group during the quarter under review.

**A12. Discontinued Operations and Disposal Group Classified As Held For Sale**

The Board of Directors of the Company had on 21 July 2014 announced on Bursa Malaysia Securities Berhad that the Company had received a non-binding indication of interest to acquire the manufacturing, distribution and sale of security seals business, which represents the entire core business of the Group.

Subsequently on 24 September 2014, the Company and its subsidiary, Abric Worldwide Sdn Bhd (“AWSB”) had on even date entered into the following agreements respectively:-

- (a) The acquisition of the remaining 40% equity interest in Abric Eastern International Ltd. (“AEIL”), not already owned by AWSB, for a cash consideration amounting to THB113.0 million (equivalent to RM12,057,102) (“AEIL Acquisition”); and
- (b) The disposal of the Group’s entire equity interest in nine subsidiaries (“the Disposal Companies”) to ESNT International Ltd (“ESNT”) for a cash consideration amounting to RM146,000,000 on a cash-free, debt-free basis, subject to adjustments on the net debt and working capital, escrow amount and deduction of the purchase consideration payable by AWSB pursuant to the AEIL Acquisition as set out in (a) above. The Disposal Companies represent principally the entire core business of the Group.

On 16 December 2014, the Company completed the AEIL Acquisition. The Group and ESNT had vide a letter dated on even date, mutually agreed to first conclude the sale and purchase of AWSB and Abric International Sdn. Bhd. (being the key contributors of the Disposal Companies) (“Partial Completion”). The completion of the sale and purchase of Abric (Shanghai) Co., Ltd and Abric Commerce (China) Co., Ltd (i.e. the remaining Disposal Companies) (“China Target Companies”) shall occur upon the Group giving ESNT sufficient evidence of:-

- (i) approval by the relevant authority in People’s Republic of China of the transfer of the equity interest in the China Target Companies in the form of an approval letter and an amended



certificate of approval;

- (ii) registration of transfer of the equity interest in the name of ESNT, in the form of an amended business license; and
- (iii) that the Group has performed its completion deliverable in accordance with the sales and purchase agreement in respect of the China Target Companies.

Please refer to Note B7 for further details.

Accordingly, the results of the Disposal Companies have been classified as discontinued operations in accordance with MFRS 5 “Non-current Assets Held for Sale and Discontinued Operations”.

(Loss) /Profit attributable to the discontinued operations is as follows:-

**Results of discontinued operation**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2015 RM'000	Preceding Year Corresponding Quarter 31.03.2014 RM'000	Current Year Quarter 31.03.2015 RM'000	Preceding Year Corresponding Quarter 31.03.2014 RM'000
Revenue	-	19,089	-	19,089
Investment income	-	15	-	15
Other income	-	278	-	278
Depreciation	-	(1,651)	-	(1,651)
Other expenses	(7)	(16,615)	(7)	(16,615)
Finance costs	-	(397)	-	(397)
<b>(Loss)/ Profit before taxation</b>	<b>(7)</b>	<b>719</b>	<b>(7)</b>	<b>719</b>
Tax expense	-	(98)	-	(98)
<b>(Loss)/ Profit after taxation</b>	<b>(7)</b>	<b>621</b>	<b>(7)</b>	<b>621</b>

**Cash flows from/(used in) discontinued operations**

	Current Year To Date 31.03.2015 RM'000	Current Year To Date 31.03.2014 RM'000
Net cash from operating activities	68	6,514
Net cash used in investing activities	-	(436)
Net cash used in financing activities	-	(1,542)
<b>Net increase in cash and cash equivalents</b>	<b>68</b>	<b>4,536</b>

**Breakdown of assets and liabilities of remaining Disposal Companies**

	<b>As at 31.03.2015 RM'000</b>
Property, plant and equipment	61
Inventories	178
Receivables	279
Cash and bank balances	414
	932
Payables	(422)
Net assets and liabilities	<u>510</u>

**Cumulative income or expense recognised in other comprehensive income**

The cumulative income or expense recognised in other comprehensive income relating to the disposal group is RM258,295.

**A13. Contingent Liabilities**

As of the date of this report, the Company does not have any material contingent liabilities.

**A14. Capital Commitment**

As of the date of this report, the Group has capital commitment in respect of purchase of property, plant and equipment not provided for in this report as follows:

	<b>RM'000</b>
Approved and contracted for	<u>556</u>

## A15. Segmental Information

### Business segments

For management purposes, the Group is organised into two business segments, as follows:

- (a) Property investment; and
- (b) Manufacturing and marketing of security seals.

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2015 RM'000	Preceding Year Corresponding Quarter 31.03.2014 RM'000 As restated	Current Year Quarter 31.03.2015 RM'000	Preceding Year Corresponding Quarter 31.03.2014 RM'000 As restated
<b>Continuing operations:</b>				
Property investment	315	54	315	54
<b>Discontinued Operations:</b>				
Manufacturing and marketing of security seals	-	19,089	-	19,089
<b>Revenue</b>	<u>315</u>	<u>19,143</u>	<u>315</u>	<u>19,143</u>

### Geographical segments

Geographic segment is not applicable for property investment segment as the property investment business of the Group is carried out solely in Malaysia.

The Group's manufacturing and marketing of security seals are mainly located in Asia Pacific, Europe and America.

The following is an analysis of the Group's revenue from discontinued operations – manufacturing and marketing of security seals by geographical market, irrespective of the origin of the goods and services:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2015 RM'000	Preceding Year Corresponding Quarter 31.03.2014 RM'000	Current Year Quarter 31.03.2015 RM'000	Preceding Year Corresponding Quarter 31.03.2014 RM'000
<b>Discontinued Operations:</b>				
Asia Pacific	-	8,139	-	8,139
America	-	7,504	-	7,504
Europe	-	3,446	-	3,446
	<u>-</u>	<u>19,089</u>	<u>-</u>	<u>19,089</u>

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

**B1. Review of Performance**

For the first quarter 2014 (“Q1 2015”), the Group recorded a higher revenue from continuing operations of RM0.3 million as compared to RM0.1 million for the corresponding quarter of the preceding year (“Q1 2014”), mainly due to higher rental income received from a former subsidiary company. The profit for the period from continuing operations in Q1 2015 increased by RM0.2 million as compared to a loss for the period of RM0.2 million in Q1 2014 due to higher interest income received from higher placement of funds following the disposal of the manufacturing, distribution and sale of security seals business, which represents the entire core business of the Group.

The decrease in the revenue and profit for the period from the discontinued operations in Q1 2015 is mainly due to the disposal of core business in the fourth quarter of the preceding year (“Q4 2014”).

**B2. Variation of Results Against Preceding Quarter**

	<b>Current Quarter 31.03.2015 RM’000</b>	<b>Preceding Quarter 31.12.2014 RM’000 As restated</b>
Revenue		
- Continuing operations	315	972
- Discontinued operations	-	12,393
	<u>315</u>	<u>13,365</u>
Profit/ (Loss) Before tax		
- Continuing operations	18	(2,285)
- Discontinued operations	(7)	67,960
	<u>11</u>	<u>65,675</u>

The Group reported revenue of RM0.3 million in Q1 2015, which represents a decrease of 97.6% as compared to RM13.4 million for Q4 2014.

The Group recorded a profit before tax of RM0.011 million compared to RM65.675 million in Q4 2014, mainly due to net gain on disposal of the the manufacturing, distribution and sale of security seals business recorded in Q4 2014.

**B3. Prospects of the Group**

Following the completion of the AEIL Acquisition and the partial completion of the Proposed Disposal on 16 December 2014, Abric Berhad (“ABRIC”) has triggered the cash criterion pursuant to paragraph 8.03(1) and Practice Note 16 (“PN16”) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) (“Listing Requirements”), whereby ABRIC’s assets on a consolidated basis, consist of seventy percent (70%) or more of cash and short-term investments, or a combination of both.

In the event ABRIC fails to comply with the obligations to regularise its condition, all its listed securities will be suspended from trading on the next market day after five (5) market days from the date of

notification of suspension by Bursa Securities and de-listing procedures shall be taken against ABRIC, subject to ABRIC's right to appeal against the de-listing.

The Company is currently evaluating various options in its endeavour to formulate a regularisation plan to address its PN16 status. The Company will make the necessary announcement on the regularisation plan in due course.

#### B4. Profit Forecast or Profit Guarantee

The Group has not provided any quarterly profit forecast for the period under review.

#### B5. Income Tax Expense

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2015 RM'000	Preceding Year Corresponding Quarter 31.03.2014 RM'000	Current Year Quarter 31.03.2015 RM'000	Preceding Year Corresponding Quarter 31.03.2014 RM'000
<b>Continuing Operations:</b>				
Estimated tax payable:				
Current year:				
Malaysia	(222)	(13)	(222)	(13)
Foreign	-	-	-	-
	<u>(222)</u>	<u>(13)</u>	<u>(222)</u>	<u>(13)</u>
<b>Discontinued Operations:</b>				
Estimated tax payable:				
Current year:				
Malaysia	-	(22)	-	(22)
Foreign	-	(32)	-	(32)
	-	(54)	-	(54)
Deferred tax:				
Origination and reversal of temporary differences:				
Malaysia	-	37	-	37
Foreign	-	(81)	-	(81)
	<u>-</u>	<u>(98)</u>	<u>-</u>	<u>(98)</u>

Domestic current income tax is calculated at the statutory tax rate of 25% of the taxable profit for the period. Taxation for the other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

The effective tax rate for the period under review is higher than the prevailing statutory tax rate due to the tax effect of non-deductible expenses.

## B6. Profit for the Period

Profit for the period is arrived at after the following charges/(credit):

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.2015 RM'000	Preceding Year Corresponding Quarter 31.03.2014 RM'000	Current Year Quarter 31.03.2015 RM'000	Preceding Year Corresponding Quarter 31.03.2014 RM'000
Allowance for doubtful debts no longer required	-	(2)	-	(2)
Loss on disposal of property, plant and equipment	-	137	-	137
Write-off of property, plant and equipment	-	8	-	8
Loss/ (Gain) on foreign exchange - net	2	(57)	2	1,214

## B7. Status of Corporate Proposals

The Board of Directors of the Company had on 21 July 2014 announced on Bursa Malaysia Securities Berhad that the Company had received a non-binding indication of interest to acquire the manufacturing, distribution and sale of security seals business, which represents the entire core business of the Group.

Subsequently on 24 September 2014, the Company and its subsidiary, Abric Worldwide Sdn Bhd ("AWSB") had on even date entered into the following agreements respectively:-

- (a) The acquisition of the remaining 40% equity interest in Abric Eastern International Ltd. ("AEIL"), not already owned by AWSB, for a cash consideration amounting to THB113.0 million (equivalent to RM12,057,102) ("AEIL Acquisition"); and
- (b) The disposal of the Group's entire equity interest in nine subsidiaries ("the Disposal Companies") to ESNT International Ltd ("ESNT") for a cash consideration amounting to RM146,000,000 on a cash-free, debt-free basis, subject to adjustments on the net debt and working capital, escrow amount and deduction of the purchase consideration payable by AWSB pursuant to the AEIL Acquisition as set out in (a) above. The Disposal Companies represent principally the entire core business of the Group.

On 16 December 2014, the Company completed the AEIL Acquisition. The Group and ESNT had vide a letter dated on even date, mutually agreed to first conclude the sale and purchase of AWSB and Abric International Sdn. Bhd. (being the key contributors of the Disposal Companies) ("Partial Completion"). The completion of the sale and purchase of Abric (Shanghai) Co., Ltd and Abric Commerce (China) Co.,

Ltd (i.e. the remaining Disposal Companies) (“China Target Companies”) shall occur upon the Group giving ESNT sufficient evidence of:-

- (i) approval by the relevant authority in People’s Republic of China of the transfer of the equity interest in the China Target Companies in the form of an approval letter and an amended certificate of approval;
- (ii) registration of transfer of the equity interest in the name of ESNT, in the form of an amended business license; and
- (iii) that the Group has performed its completion deliverable in accordance with the sales and purchase agreement in respect of the China Target Companies.

On 2 April 2015, the Company completed the disposal of the China Target Companies and the remaining disposal consideration of RM1 million was received on the same date.

## B8. Group Borrowings

The Group borrowings as at the end of the reporting period are as follows:

	<b>Current RM’000</b>	<b>Non- current RM’000</b>	<b>Total RM’000</b>
<b>Secured</b>			
Long-term borrowings	2,642	3,144	5,786
Hire-purchase payables	<u>118</u>	<u>167</u>	<u>285</u>
	<u><u>2,760</u></u>	<u><u>3,311</u></u>	<u><u>6,071</u></u>

The Group’s borrowings are denominated in Ringgit Malaysia.

## B9. Derivative Financial Instruments

Forward foreign currency contracts are entered into by the Group in currencies other than the functional currency to manage exposure to the fluctuations in foreign currency exchange rates on specific transactions.

Forward foreign currency contracts are recognised on the contract dates and are measured at fair value with changes in fair value being recognised in profit or loss.

There were no outstanding forward foreign currency contracts as at 31 March 2015.

Any forward foreign currency contracts, entered by the Group, were executed with creditworthy financial institutions in Malaysia.

There have been no changes since the end of the previous financial year in respect of the following:

- (i) the Group’s exposures to credit risk, market risk and liquidity risk;
- (ii) the types of derivative financial contracts entered into and the rationale for entering into such contracts, as well as the expected benefits accruing from these contracts;
- (iii) the risk management policies in place for mitigating and controlling the risks associated with financial derivatives contracts; and
- (iv) the related accounting policies.

**B10. Dividend**

The Company had on 17 December 2014 declared a single tier tax exempt special dividend of 30 sen per ordinary share of RM0.30 each for the financial year ended 31 December 2014. The special dividend amounting to RM42,146,032 was paid on 6 February 2015.

**B11. Disclosure of Realised and Unrealised Profits or Losses**

The breakdown of the retained profits of the Group into realised and unrealised profits, pursuant to the directive issued by Bursa Securities on 25 March 2010 and 20 December 2010 is as follows:

	<b>As at 31.03.2015 RM'000</b>	<b>As at 31.12.2014 RM'000</b>
Total retained profits of the Group:		
Realised	45,095	45,007
Unrealised	(4,127)	(4,322)
	<u>40,968</u>	<u>40,685</u>
Less: Consolidated adjustments	1,031	1,303
	<u>41,999</u>	<u>41,988</u>

**B12. Earnings/(Loss) Per Share**

	<b>Individual Quarter Ended</b>		<b>Cumulative Quarter Ended</b>	
	<b>31.03.2015</b>	<b>31.03.2014</b>	<b>31.03.2015</b>	<b>31.03.2014</b>
<b>Basic earnings/(loss) per ordinary shares</b>				
Profit attributable to owners of the Company (RM'000):				
Profit/(Loss) from continuing operations	18	(193)	18	(193)
Profit/(Loss) from discontinued operations	(7)	526	(7)	526
	<u>11</u>	<u>333</u>	<u>11</u>	<u>333</u>
Weighted average number of ordinary shares ('000)	134,406	99,052	134,406	99,052
Basic earnings/(loss) per share (sen):				
Continuing operations	0.01	(0.19)	0.01	(0.19)
Discontinued operations	-	0.53	-	0.53
	<u>0.01</u>	<u>0.34</u>	<u>0.01</u>	<u>0.34</u>



**Diluted earnings/(loss) per ordinary shares**

Weighted average number of ordinary shares ('000)	134,406	N/A	134,406	N/A
Shares deemed to be issued through the exercise of warrants	<u>2,916</u>	<u>N/A</u>	<u>2,916</u>	<u>N/A</u>
	<u>137,322</u>	<u>N/A</u>	<u>137,322</u>	<u>N/A</u>
Diluted earnings/(loss) per share (sen):				
Continuing operations	0.01	N/A	0.01	N/A
Discontinued operations	<u>-</u>	<u>N/A</u>	<u>-</u>	<u>N/A</u>
	<u>0.01</u>	<u>N/A</u>	<u>0.01</u>	<u>N/A</u>

The basic earnings per share is calculated by dividing the net profit attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding at the end of the year.

The diluted earnings per share is calculated by dividing the net profit attributable to equity holders of the Company for the current individual quarter and the current cumulative quarter by the weighted average number of ordinary shares outstanding during the current individual quarter and the current cumulative quarter plus the weighted average number of ordinary shares which deemed to be issued on conversion of the remaining warrants into ordinary shares.

Shares deemed to be issued through the exercise of warrants are calculated based on the basis of the average price of an ordinary share for the year.

The fully diluted earnings per ordinary share of the Group for the corresponding quarter of the preceding year has not been presented as the warrants have anti-dilutive effect as the exercise price of the warrants is above the average market value of the Company's shares during the corresponding quarter of the preceding year.

**By order of the Board,**

Dato' Ong Eng Lock  
*Executive Chairman*  
 Kuala Lumpur