

**ASTRAL SUPREME BERHAD (442371-A)**

(Incorporated in Malaysia)


**UNAUDITED INTERIM FINANCIAL REPORT  
FOR THE 15 MONTHS PERIOD ENDED 31 MARCH 2015**
*PAGE*
**C  
O  
N  
T  
E  
N  
T  
S**

1)	Condensed Consolidated Statement of Comprehensive Income	1
2)	Condensed Consolidated Statement of Financial Position	2
3)	Condensed Consolidated Statement of Changes in Equity	3
4)	Condensed Consolidated Statement of Cash Flow	4
5)	Notes to the Interim Financial Report	
	Part A: Explanatory Notes in Compliance with MFRS 134	5-10
	Part B: Additional Explanatory Notes Pursuant to Appendix 9B of the Bursa Malaysia Listing requirement	10-19

**5 YEARS FINANCIAL PERFORMANCE**

Financial Year/ Period End	Financial Quarter	Revenue (RM,000)	Profit/ (loss) before tax (RM,000)	Net profit/ (loss) (RM,000)	Share- holders fund (RM,000)	Share in issue (,000)	Earning/ (loss) per-share (cent)	Dividend (cent)	Net Assets per-shares (RM,000)
31/5/2015									
31/5/2015	31/3/2015	19,049	(250)	(961)	16,647	291,859	(0.329)	-	0.057
31/5/2015	31/12/2014	24,075	320	320	17,501	290,787	0.110	-	0.060
31/5/2015	30/9/2014	27,149	300	300	17,181	290,580	0.103	-	0.059
31/5/2015	30/6/2014	16,847	868	868	16,781	289,545	0.300	-	0.058
31/5/2015	31/3/2014	552	(821)	(821)	15,803	288,445	(0.285)	-	0.055
31/12/2013		4,171	(25,584)	(25,587)	16,624	288,445	(8.871)	-	0.058
31/12/2012		10,966	611	379	19,472	171,087	0.222	-	0.114
31/12/2011	<i>Note (*)</i>	5,399	(18,334)	(18,587)	12,705	116,607	(15.940)	-	0.109
31/12/2010		13,363	(1,937)	(1,908)	11,972	225,000	(0.008)	-	0.053

\* Capital reduction for 45 million ordinary shares, from RM1.00 to RM0.20 per-ordinary share each.

**ASTRAL SUPREME BERHAD** (442371-A)

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD ENDED 31 MARCH 2015****CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	INDIVIDUAL		CUMULATIVE	
	Reporting Quarter Ended 31 Mar 2015 RM'000	Preceding Year Corresponding Quarter Ended 31 Mar 2014 RM'000	Current 15 Months Period Ended 31 Mar 2015 RM'000	Preceding Year Corresponding Period Ended 31 Mar 2014 RM'000
<b>Turnover</b>	<b>19,049</b>	<b>552</b>	<b>87,670</b>	-
Cost of sales	(18,795)	(1,143)	(83,933)	-
<b>Gross profits / (loss)</b>	<b>254</b>	<b>(591)</b>	<b>3,738</b>	-
Other operating income	30	983	1,157	-
Selling and marketing expenses	(9)	(25)	(251)	-
Operating and administrative expenses	(510)	(1,168)	(4,005)	-
Gain on disposal of subsidiary	-	-	22	-
<b>Profit / (loss) from operations</b>	<b>(236)</b>	<b>(801)</b>	<b>661</b>	-
Finance costs	(35)	(20)	(263)	-
<b>Profit / (loss) before taxation</b>	<b>(270)</b>	<b>(821)</b>	<b>397</b>	-
Taxation	(691)	-	(691)	-
<b>Total comprehensive income / (loss)</b>	<b>(961)</b>	<b>(821)</b>	<b>(294)</b>	-
<b>Total comprehensive income / (loss) attributable to :</b>				
Owners of the parent	(961)	(821)	(294)	-
Non-controlling interest	-	-	-	-
	<b>(961)</b>	<b>(821)</b>	<b>(294)</b>	-
<b>Earning /(loss) per-share</b>	<b>sen</b>	<b>sen</b>	<b>sen</b>	<b>sen</b>
Basic	<b>(0.33)</b>	<b>(0.28)</b>	<b>(0.10)</b>	-
Diluted	<b>(0.24)</b>	<b>(0.20)</b>	<b>(0.07)</b>	-

The Group changed the financial year end from 31 December to 31 May, consequently no comparative figures available for the preceding year corresponding period ended 31 March 2014.

The unaudited condensed consolidated statement of comprehensive income / financial performance should be read in conjunction with the audited financial statement for year ended 31 December 2013 and the accompanying explanatory notes of this interim financial report.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD ENDED 31 March 2015**
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Current 15 Months Period Ended 31 March 2015 (UNAUDITED) RM'000	Financial Year ended 31 December 2013 (AUDITED) RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	7,291	8,304
Investment in associated company	-	-
Deferred expenses	513	-
Deferred tax assets	21	21
	<b>7,824</b>	<b>8,325</b>
<b>CURRENT ASSETS</b>		
Inventories	4,842	4,719
Construction work-in-progress	2	-
Trade receivables	22,151	797
Others receivables and deposits	4,829	1,591
Amount due from associate company	-	500
Fixed deposit with licenced bank	52	3,550
Bank and cash equivalent	1,135	1,919
	<b>33,012</b>	<b>13,077</b>
<b>TOTAL ASSETS</b>	<b>40,836</b>	<b>21,402</b>
<b>EQUITY</b>		
Share capital	58,372	57,689
Capital reserve	5,527	5,527
ICLUS	741	1,106
Warrant reserve	4,418	4,418
Share premium	6,994	6,994
Accumulated losses	(59,405)	(59,111)
Total attributable to the parent equity holders	<b>16,647</b>	<b>16,624</b>
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
ICULS	82	82
Deffered Taxation	-	-
Term Loan	-	684
	<b>82</b>	<b>766</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	19,287	1,661
Others payables	3,456	1,540
Amount due to associate company	-	-
Amount due to directors	590	279
Finance lease liabilities	-	275
Term loan	773	258
	<b>24,107</b>	<b>4,012</b>
<b>TOTAL LIABILITIES</b>	<b>24,189</b>	<b>4,778</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>40,836</b>	<b>21,402</b>
<b>NET ASSETS PER-SHARE</b>	<b>0.06</b>	<b>0.06</b>

**ASTRAL SUPREME BERHAD (442371-A)**

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD ENDED 31 MARCH 2015****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	ATTRIBUTABLE TO THE OWNER OF THE PARENT						TOTAL EQUITY RM'000
	Non-distributable				Distribu- table		
	Share Capital RM'000	Share Premium RM'000	Capital Reserve RM'000	ICLUS RM'000	Warrant Reserve RM'000	Accumu- lated Losses RM'000	
<b>GROUP</b>							
<b>As at 1 January 2014</b>	<b>57,689</b>	<b>6,994</b>	<b>5,527</b>	<b>1,106</b>	<b>4,418</b>	<b>(59,111)</b>	<b>16,624</b>
Issuance of ordinary shares pursuant to conversion of ICLUS units by way of :-							
- Cash	420	-	-	(210)	-	-	210
- Merger 2 : 1	48	-	-	(48)	-	-	-
Profit / total comprehensive income for the period ended 30 Jun 2014	-	-	-	-	-	668	668
<b>As at 31 December 2014</b>	<b>58,157</b>	<b>6,994</b>	<b>5,527</b>	<b>848</b>	<b>4,418</b>	<b>(58,443)</b>	<b>17,501</b>
Issuance of ordinary shares pursuant to conversion of ICLUS units by way of :-							
- Cash	215	-	-	(107)	-	-	108
Net Loss after taxation for the current quarter ended 31 March 2015	-	-	-	-	-	(961)	(961)
<b>As at 31 March 2015</b>	<b>58,372</b>	<b>6,994</b>	<b>5,527</b>	<b>741</b>	<b>4,418</b>	<b>(59,405)</b>	<b>16,648</b>
<b>GROUP</b>							
<b>As at 1 January 2013</b>	<b>34,217</b>	<b>10,245</b>	<b>5,527</b>	<b>1,108</b>	<b>1,898</b>	<b>(33,524)</b>	<b>19,472</b>
Issuance of ordinary shares pursuant to							
-Right Issue	23,467	-	-	-	-	-	23,467
-Conversion of ICLUS units	4	-	-	(2)	-	-	3
Issuance of Warrant B 13/18	-	(2,520)	-	-	2,520	-	-
Corporate exercise expenses relating to							
Right Issue	-	(731)	-	-	-	-	(731)
Profit / total comprehensive income for the financial year ended 31 December 2013	-	-	-	-	-	(25,587)	(25,587)
<b>As at 31 December 2013</b>	<b>57,689</b>	<b>6,994</b>	<b>5,527</b>	<b>1,106</b>	<b>4,418</b>	<b>(59,111)</b>	<b>16,624</b>

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statement for year ended 31 December 2013 and the accompanying explanatory notes of this interim financial report.

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD ENDED 31 MARCH 2015**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**

	<b>Current 15 months period ended 31 Mar 2015 (UNAUDITED) RM'000</b>	<b>Financial Year Ended 31 December 2013 (AUDITED) RM'000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Cash receipts from customers and others receivables	62,055	4,964
Cash payments to suppliers and employees	(65,942)	(16,142)
<b>Cash flow from / (used in) operation</b>	<b>(3,887)</b>	<b>(11,178)</b>
Tax payable	(691)	-
Tax refund / repayment	6	-
<b>Net cash from / (used in) operating activities</b>	<b>(4,572)</b>	<b>(11,178)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Interest received	1	74
Proceed from sale of a subsidiary / fixed assets	500	65
Purchase of property, plant & equipment	(48)	(1,711)
Office renovation in progress	(180)	-
Research expenditure paid	-	(2,361)
Deferred expenses	(514)	-
<b>Net cash from / (used in) investing activities</b>	<b>(241)</b>	<b>(3,933)</b>
<b>CASH FLOW FROM FROM FINANCING ACTIVITIES</b>		
Interest paid	(183)	(139)
Amount due from associate company	500	(2,000)
Amount due to / (from) directors	303	(119)
Repayment of finance lease creditor / term loan	(406)	(732)
Net proceeds from right issue	-	23,467
Proceeds from conversion of ICLUS	317	4
<b>Net cash from / (used in) financing activities</b>	<b>531</b>	<b>20,481</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(4,282)</b>	<b>5,370</b>
<b>Cash and cash equivalent at beginning of the period</b>	<b>5,469</b>	<b>59</b>
<b>Cash and cash equivalent at end of period</b>	<b>1,187</b>	<b>5,429</b>
<b>CASH AND CASH EQUIVALENT AT END OF PERIOD CONSISTS OF :-</b>		
Cash and bank balances	1,135	1,919
Fixed deposit with licensed bank	52	3,550
	1,187	5,469
Less: Deposit pledged with a licensed bank	-	(40)
	<b>1,187</b>	<b>5,429</b>

The unaudited condensed consolidated statement of cash flow should be read in conjunction with the audited financial statement for year ended 31 December 2013 and the accompanying explanatory notes of this interim financial report.

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015****PART A : EXPLANATORY NOTES IN COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING  
STANDARD (“MFRS”) 134 : INTERIM FINANCIAL REPORTING****A1) Basis of preparation**

The condensed financial statement are unaudited and have been prepared in accordance with the requirement of Malaysian Financial Reporting Standard (“MFRS”)134, Interim Financial Reporting, issued by the Malaysian Accounting Standards Board (MASB) and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

On 13 November 2014, the Company has announced that the change of financial year from 31 December to 31 May for the Company and its group subsidiaries. The first set of financial statement reflecting the change will be made up from 1 January 2014 to 31 May 2015, covering a period of 17 months results. In view of the change, the comparative figures for the cumulative 15 months financial period ended 31 March 2015 under review are not presented, where applicable.

The interim financial report contains condensed consolidated financial statement for the current reporting quarter and 15 months financial period ended 31 March 2015, and should be read in conjunction with the Group’s audited financial statements presented in the Annual Report for the year ended 31 December 2013. The notes include an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2013.

**A2) Significant accounting policies and application of MFRS**

The significant accounting policies, method of computation and basis of consolidation adopted by the Group for the preparation of the interim financial report are consistent with those adopted in the annual audited financial statements for the financial year ended 31 December 2013.

For the financial year beginning on / after 1 January 2014, the following accounting standard, amendments to accounting standards and interpretations are applicable to the Group.

Effective for the financial periods beginning on or after 1 January 2014:

Amendment to MFRS 132

Offsetting Financial Assets and Liabilities

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015**

IC Interpretation 21 Recognition of a liability to pay levies

Effective for the financial periods beginning on or after 1 January 2015:

MFRS 9 Financial Instruments

The adoption of these accounting standards, amendments to accounting standards and interpretations are not expected to have a material impact to the interim financial statements of the Group.

**A3) Audit report**

The Auditors' Report for the Annual Financial Statement ("AFS") of the Group for the Financial Year ended 31 December 2013 contains a qualified opinion by the auditor's with an emphasis of matter on the reversal of revenue of RM4.88 million due to unusual sales and unusual large payments alleged to be made by the former Managing Director of the Group.

The basis of qualification is due to the termination of a sales contract amounting to RM41.08 million, which caused uncertainty over the continued usage of Property, Plant and Equipment ("PPE") and inventory acquired for the contract purpose with carrying amount of RM2.73 million and RM2.41 million respectively. The auditor's was unable to obtain sufficient evidence to ascertain the recoverability of the PPE and the subsequent sales of the inventory as at 31 December 2013.

**A4) Seasonality or cyclical operation**

The Group's performance is not significantly affected by seasonal and cyclical factors.

**A5) Individually significant items**

There were no significant items effecting assets, liabilities, equity, net income or cash flows during the current quarter under review.

**A6) Material changes in estimates used**

There were no significant changes in the nature and amount of estimates reported in the prior interim period of the current financial period or prior years that have a material effect on the current quarter under review.

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015****A7) Debt and equity securities**

There were no issuance, cancellations, repurchase, resale and repayments of debts and equity securities during the current quarter under review and the Company had not engaged in any share buyback scheme or implemented any share cancellation, save and except for the conversion of 1,071,400 ICLUS into 1,071,400 new ordinary shares of RM0.20 each of the Company by surrendering for cancellation RM0.10 nominal value of the ICLUS and paying RM0.10 cash for every one new ordinary shares in the Company.

**A8) Dividend paid**

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

**A9) Segmental reporting**

Segment information is presented in respect of the Group's business segments which are based on the internal reporting structure presented to the management of the Company. The Group's principal segments business are electronic and electrical consumer and industrial products, construction and investment holding.

The Group's segmental report for the current quarter and cumulative 15 months financial period ended 31 March 2015 are as follows:-



**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015**

	Individual		Cumulative	
	Reporting Quarter Ended 31 Mar 2015 RM'000	Preceding Year Corresponding Quarter Ended 31 Mar 2014 RM'000	Current 15 months Period Ended 31 Mar 2015 RM'000	Preceding Year Corresponding Period Ended 31 Mar 2014 RM'000
<b><u>TURNOVER</u></b>				
Manufacturing	186	552	5,438	-
Construction	18,862		82,232	-
Investment holdings	2,467	120	2,467	-
Less: Inter-segment revenue	(2,467)	(120)	(2,467)	-
<b>Total consolidated revenue</b>	<b>19,048</b>	<b>552</b>	<b>87,670</b>	<b>-</b>
<b><u>RESULTS</u></b>				
Manufacturing	(551)	995	(902)	-
Construction	(1,707)	-	2,764	-
Investment holdings	2,024	(1,796)	(1,171)	-
	<b>(234)</b>	<b>(801)</b>	<b>691</b>	<b>-</b>
Other non-reportable segments	(1)	-	(31)	-
Provision for taxation	(691)	-	(691)	-
Interest expenses	(35)	(20)	(263)	-
<b>Net profit / (loss) after tax</b>	<b>(961)</b>	<b>(821)</b>	<b>(294)</b>	<b>-</b>
<b><u>SEGMENT ASSETS</u></b>				
Manufacturing			16,002	-
Construction			23,974	-
Investment holdings			29,046	-
			<b>69,021</b>	<b>-</b>
Others non-reportable segments			3	-
Elimination of inter-company balances			(28,188)	-
<b>Consolidated total assets</b>			<b>40,836</b>	<b>-</b>
<b><u>SEGMENT LIABILITIES</u></b>				
Manufacturing			27,569	-
Construction			21,171	-
Investment holdings			1,616	-
			<b>50,356</b>	<b>-</b>
Others non-reportable segments			21	-
Elimination of inter-company balances			(26,188)	-
<b>Consolidated total liabilities</b>			<b>24,189</b>	<b>-</b>

Note : There was no comparative figures for the preceding year corresponding period due to the change of financial year end from 31 December to 31 May.

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015****A10) Valuation of property, plant and equipment**

There was no valuation on any of the Group's property, plant & equipment during the quarter under review. The carrying value of property, plant and equipment are based on the amount incorporated in the annual financial statements for the year ended 31 December 2013.

**A11) Significant events during the quarter under review**

There were no other material events to be disclosed in the financial statements for the current quarter under review and to the date of this interim report, save and except for :-

- a) On 8 May 2015, the Board has announced the redesignation of Dato' Ng Aun Hooi position from Independent Director to Executive Director.
- b) On 8 August 2014, the Board announced the appointment of CHI to conduct an investigative review on the financial statements of Astral Group for the FYEs 31 December 2011, 2012 and 2013. The circumstances leading to the appointment of CHI is to carry out an investigative review on the financial statements of Astral Group for the past three (3) financial years other than those performed by PKFA for the financial year ended 31 December 2013. The scope of work by CHI will include other than those highlighted by MAAC and performed by PKFA for FYE 31 December 2013. However, equal emphasis of work on the unusual sales transactions, outstanding trade receivables, unusual large payments, deposit without supporting documentation and contra of property as partial settlement was carried out by CHI for the FYE 31 December 2011 and 2012 which also formed part of the further investigation mentioned in the PKFA Report. In addition, the scope of CHI includes retroactive review of transactions, review of company records, review of management accounts, perceptive interviews, review of personnel files of selected staffs and authorized manual documents and record searches if required in selected staff offices.

On 28 November 2014, the Board announced that CHI had completed the Investigative Review. Based on the CHI findings from the subsequent collection review for the nine (9) months period ended 30 September 2014, the proposed audit adjustments and/or sales reversal proposed by the auditor's for AFS 31 December 2013 were fairly provided.

Following the engagement on 2 March 2015, that Bursa Securities had with the Audit Committee of the Company, CHI are requested to submit an updated investigative report to the Board, to include among others, the key findings of the investigative review, its

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015**

financial / operational impact together with the measurement taken. CHI are currently in the process of finalising the updated report.

Nonetheless, In connection with the matters covered in the investigative review by CHI and PKF, the Board has filed a legal suit against the former managing director of the Company for inter-alia, breach of statutory duty under Section 132 of the Companies Act, 1965, breach of fiduciary duty and breach of duty of care that caused the Group to suffer losses of approximately RM15.51 million. On 28 October 2014, the Company has obtained judgment against the former managing director from the Kuala Lumpur High Court.

- c) Following the Internal Auditor's (IA) review and evaluation as highlighted in their report dated August 2014, the relevant internal controls have been implemented accordingly and the proposed action plan by instituting new controls procedures and/or modifying existing procedures has been tabled and follow up accordingly to further reduce the residual risk of the processes.

To ensure that risk management and internal control are effective and be an integral element of good corporate governance, the Board has on 10 April 2015 renewed the engagement of IA services to cover for the year of 2015.

**A12) Material changes in the composition of the Group**

There were no changes in the composition of the Group during the quarter under review and up to the date of this report.

**A13) Contingent liabilities and contingent assets**

There were no material contingent liabilities or assets at the financial period ended 31 March 2015 save and except that, the Company has provided corporate guarantee in favour of Hong Leong Bank Berhad for Hire Purchase / Term Loan Facilities amount to RM1.330 million granted to Singatronics (Malaysia) Sdn Bhd, a wholly owned subsidiary of the Company. The outstanding balance of the term loan as at 31 March 2015 was RM0.77 million.

**A14) Material events subsequent to the end of the interim financial report**

The management is not aware of any material events subsequent to the end of the interim financial report that have not been reflected in the financial statements for the current quarter under review.

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015**

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

**B1) Review of performance**

The Group recorded a loss before taxation ("LBT") of RM0.27 million for the reporting quarter and profit before taxation ("PBT") of RM0.40 million for the cumulative 15 months financial period ("FP") ended 31 March 2015.

The turnover for the reporting quarter and cumulative 15 months FP ended 31 March 2015, were RM19.05 million and RM87.67 million respectively. The turnover for the quarter has increased by RM18.50 million or 3,350.91 % as compared to the corresponding quarter for the year 2014. The significant increase in revenue was mainly contributed by the construction division based on the contracts secured earlier and performing on schedule. No comparative figures are available for the corresponding FP ended 31 March 2014, as the Group has changes the financial year end from 31 December to 31 May.

Notwithstanding, the construction segment of the Group, registered a revenue of RM18.86 million and 82.23 million for the reporting quarter and cumulative 15 months FP ended 31 March 2015 respectively. The LBT and a lower PBT for the reporting quarter and cumulative 15 months FP ended 31 March 2015 were due to lower sales and performance of the electronics and electrical segment, higher administrative expenses incurred in respect of professional fees for special audit and investigative review, legal fees to defend on-going litigation, depreciation charge for renovation to the Group new corporate office.

During the reporting quarter, the Group also recovered trade and other receivables of RM0.50 million previously impaired.

**B2) Material change in the profit before taxation for the current quarter as compared with the immediate preceding quarter:-**

	<b>Reporting Quarter</b>	<b>Preceding Quarter</b>	<b><u>Variance</u></b>
	<u>31 March 2015</u>	<u>31 December 2014</u>	
	RM'000	RM'000	RM'000
Revenue	19,049	24,075	(5,026)
Profit / (loss) before taxation	(270)	320	(590)

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015**

The Group's revenue for the reporting quarter was lower by RM5.03 million as compared to the preceding quarter's revenue of RM24.08 million, the decrease was mainly due to acceleration work done in the previous quarter under the work programmed for the construction projects. The Profit Before Taxation ("PBT") was lower by RM0.59 million for the reporting quarter as compared to the preceding quarter and the decrease was mainly due to lower sales and performance of the electronics and electrical segment, higher administrative expenses incurred in respect of professional fees for special audit and investigative review, legal fees to defend on-going litigation, additional staffs salaries incurred during festival seasons.

**B3) Future prospect**

The Board anticipate that the Group's electrical and electronic business will continue to remain challenging and is working on a restructuring plan to sustain and improve the electrical and electronic business which includes rationalisation of operations and collaborations with different business partners to secure more projects. Amongst, the rationalisation programmed are (i) cost rationalisation programme, whereby series of cost-cutting measures implemented which includes, down-sizing production capacity including reduction of production workforce to focus on certain key areas of production, suspension of overtime, specialist medical benefits, petrol and entertainment expenses for employees; (ii) revisit businesses with existing customers which Astral have established business relationship over the years and (iii) review measures on operations and business development strategy, which include establishment of procedures on better credit assessment of customers and evaluation of orders from customers to maintain sustainable margins from production orders and sales.

Meanwhile, the contribution from the Group's diversification into construction and property development activities for the past four quarter has been remarkable. The Group is currently exploring business opportunities to secure more construction and property development projects and is confident of achieving better performance in the next financial period.

**B4) Variance on profit forecast / profit guarantee**

The group is not subject to any profit forecast and/or profit guarantee.

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015**

**B5) Taxation**

	<b>Individual</b>		<b>Cumulative</b>	
	<u>Reporting Quarter 31-Mar-2015</u>	<u>Preceding Year Corresponding Quarter 31-Mar-2014</u>	<u>Current 15 months Period ended 31-Mar-2015</u>	<u>Preceding Year Corresponding Period Ended 31-Mar-2014</u>
	RM'000	RM'000	RM'000	RM'000
In respect of current period:-				
Income Tax	691	-	691	-
Deferred Tax	-	-	-	-
	<b>691</b>	<b>-</b>	<b>691</b>	<b>-</b>

**B6) Additional notes to the Comprehensive Income Statement**

The following items have been charged and crediting in arriving at the Profit / (Loss) before taxation:-

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015**

	INDIVIDUAL		CUMULATIVE	
	Reporting Quarter Ended 31-Mar-2015 RM'000	Preceding Year Corresponding Quarter Ended 31-Mar-2014 RM'000	Current 15 months Period Ended 31-Mar-2015 RM'000	Preceding Corresponding Period Ended 31-Mar-2014 RM'000
Allowance for impairment loss on:-				
- Other receivables & deposits	50	-	50	-
- Amount owing by associated	-	1,758	1,758	-
Depreciation of Property, plant and equipment	518	277	1,705	-
Interest expenses	19	20	182	-
Building and office rental	146	72	425	-
PPE written off	-	-	34	-
Gain on disposal of investment in a subsidiary	-	-	(22)	-
Loss on foreign exchange	11	18	103	-
Interest income	-	(2)	(3)	-
Write back of trade receivables	-	(675)	(725)	-
Write back of other receivables	(500)	(550)	(1,150)	-

The Group changed the financial year end from 31 December to 31 May and consequently there are no comparative figures available for the preceding year corresponding period ended 31 March 2014.

### B7) Corporate Proposals

There are no corporate proposals announced but not completed as at the reporting date save and except that:-

a) On 30 July 2014 and 12 Sep 2014, on behalf of the Board, TA Securities Holdings Sdn Bhd ("TA Securities") announced that the Company proposes to undertake multiple proposals for corporate exercised and the establishment of a Share Issuance Scheme for the eligibility Directors and employees of the Company and its subsidiaries respectively (collectively referred to as "Multiple Proposals"). On 30 September 2014, on behalf of the Board, TA Securities Holdings Berhad announced that the listing application in relation to the Company Multiple Proposals as summary follows, has been submitted to Bursa securities for approval.

#### i) Proposed Par Value Reduction

Proposed reduction of the issued and paid up share capital of the Company pursuant to Section 64 of The Companies ACT, 1965 ("ACT") involving the cancellation of RM0.10 of the Par value of each existing ordinary share of RM0.20 each in the Company;

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015**

- ii) **Proposed Capital Reserve Reduction**  
Proposed reduction of RM5,527,459 from the Capital Reserve Account of the Company;
- iii) **Proposed Share Premium Reduction**  
Proposed reduction of up to RM11,411,553 from the Share Premium Account of the Company pursuant to Sections 60(2) and 64(1) of The ACT;
- iv) **Proposed Diversification**  
Proposed ratification for the diversification of the principal activities of the Company and its subsidiaries (“the Group”) to include construction, property development and property investment activities;
- v) **Proposed Right Issue with Warrants**  
Proposed renounceable rights issue of up to 809,486,620 new shares in the Company (“Rights Shares”) on the basis of two (2) rights shares for every one (1) existing shares held in the Company on an entitlement date to be determined later, together with up to 404,743,310 free detachable new Warrants (“Warrants-C”) on the basis of one (1) Warrants-C for every two (2) Rights Shares subscribed by the entitled Shareholders;
- vi) **Proposed Establishment of a Shares Issuance Scheme (SIS)**  
Proposed establishment of a Share Issuance Scheme of up to Fifteen Percent (15%) of the issued and paid up share capital of the Company (excluding treasury shares, if any) at any one time during the duration of the Scheme for the eligibility Directors and employees of the Company and its subsidiaries; and
- vii) **Proposed Amendment to the Memorandum of Association**  
Proposed amendment to the Memorandum of Association of the Company to facilitate the implementation of the Proposed Capital Reduction.

Please refer to the Company’s announcement dated 30 September 2014 for details of the multiple proposals.

- b) In addition to the comment on 28 November 2014, Bursa Securities has on 3 April 2015 raised further comments on the Group draft Circular for the Corporate Proposal. An update Circular are in progress and shall be submitted to Bursa Securities in due course.



**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015**

**B8) Group Borrowings**

Details of the Group's bank borrowings as at 31 March 2015 are as follows:-

	<u>Current</u> RM'000	<u>Non-current</u> RM'000
Secured	773	-
Unsecured	-	-
<b>Total</b>	<b>773</b>	<b>-</b>

**B9) Material litigations**

Save as disclosed below, the management is not aware of any pending material litigation which will have a material effect on the financial position or the business of the Group and the Board is not aware of any proceedings pending or threatened against the Group or of any fact likely to give rise to any proceedings which may materially and adversely affect the financial position or business of the Group as at the date of this report:

**a) Tay Chye Huat vs Astral Supreme Berhad and 2 others  
(Kuala Lumpur High Court Suit No. 22NCVC-482-08/2013)**

The Plaintiff is claiming a sum of RM1,400,000 together with interest and cost for 2 loan agreements, a total of RM1,000,000 ("1st Loan") and RM600,000 ("2nd Loan") respectively, executed between the Plaintiff and S.G. Silk Screen Industries Sdn Bhd (SG Silk), a former subsidiary of the Company. The Plaintiff is alleging that the Company and its director, Cherng Chin Guan (resigned on 7 Nov 2014), had misrepresented to the Plaintiff that the Company will provide a corporate guarantee to the Plaintiff as a security for the loans and such representations had induced him to provide the 2nd Loan to SG Silk.

On 14 January 2015, the Board has announced that, the High Court of Kuala Lumpur had on 7 January 2015 dismissed the Plaintiff's claim in the "Tay Chye Huat vs Astral Supreme Berhad and 2 others" suit with costs of RM 10,000 to be paid to the defendants.

On 5 February 2015, the Plaintiff has filed an appeal against the decision of the High Court Judge pronounced on 7 January 2015 and the Court had fixed the hearing for the appeal on 14 Jul 2015.

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015**

**b) Sweng Maju Sdn Bhd vs Singatronics (M) Sdn Bhd  
(Pulau Pinang High Court Suit No. 22NCVC-60-04/2014)**

The Plaintiff is claiming for the recovery of the sum of RM1,536,871.30 with interest and cost for goods purportedly sold and delivered by the Plaintiff to Singatronics (M) Sdn Bhd, ("Defendant") a wholly-owned subsidiary of the Company. The Plaintiff had filed an application enter a summary judgment against Defendant under Order 14 of the Rules of Court 2012 ("Summary Judgment Application") to expedite the matter against Defendant.

The Company solicitors acting for Defendant have in turn, filed an application for an order to amend its Defence ("Amendment Application") to include a Counterclaim against the Plaintiff. The proposed Counterclaim raises triable issues which may avert the Plaintiff from obtaining the Summary Judgment against Defendant. The Court has fixed the matter for further case management on 1 October 2014 for the Defendant to file a further affidavit and submission in respect of the Amendment Application.

The solicitors for Defendant have since filed and served the Defendant's further affidavit and submission in respect of the Amendment Application on the Solicitors for Plaintiff. The Court had on 27 March 2015 granted the Plaintiff the Order for Summary Judgment against Defendant. The Solicitor for the Defendant have in turn filed an appeal against the Summary Judgment and is awaiting for the Court to fixed the date in respect of the appeal.

The Court has fixed 18 June 2015 as the hearing date for the application to add in Counterclaim (Enclosure 11) before Yang Arif Dato Azmi in High Court of Penang. The Court during this hearing will determine as to whether the counterclaim can be added into the existing defense.

**c) Astral Supreme Berhad vs Ong Tai Chin @ Wong Tai Chin  
(Kuala Lumpur High Court Suit No. 22NCC-293-08/2014)**

On 12 August 2014, Astral had filed a legal suit at the Kuala Lumpur High Court against Ong Tai Chin @ Wong Tai Chin ("OTC") in his capacity as the former Managing Director of Company for, inter-alia, breach of statutory duty under Section 132 of the Companies Act, 1965, breach of fiduciary duty and breach of duty of care that caused the Group suffered losses of RM15.51 million ("Losses"). The Losses were discovered by MAAC, the External Auditors and PKFA, the Special Auditors for the Company AFS for FYE 2013. The Company is claiming for general damages of the Losses suffered of RM15.51 million together with the interest of 5% per annum calculated from the date of judgment sum until the date of full

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015**

settlement from OTC. On 29 October 2014, the Company had obtained judgment against OTC due to his failure to enter appearance and the Court had allowed Company claim and had awarded Company a sum of RM15,506,000 together with the interest of 5% per annum to be calculated from the date of judgment until the full and final settlement of the same, cost of RM1,850, damages to be assessed by the Court for breach of fiduciary duties of OTC and general damages to be assessed by the Court for negligence on OTC's part which has caused the Company to suffer losses.

c) **Magnalite Sdn Bhd vs Singatronics (M) Sdn Bhd  
(Kuala Lumpur High Court, Companies Winding-up No. 28NCC-274-04/2015)**

The Plaintiff is claiming for the recovery of the sum of RM99,000 being outstanding monthly rental due and owing by Singatronics (M) Sdn Bhd, ("Defendant") a wholly-owned subsidiary of the Company. The Plaintiff had filed a Statutory Notice of Demand Pursuant to Section 218(2) of the Companies Act 1965 and a Petition for Winding Up proceeding to the High Court, Kuala Lumpur on 29 January 2015 and 9 April 2015 respectively. The High Court has fixed for Case Management on 23 April 2015 and Hearing on 12 June 2015.

The Winding-up proceedings has been withdrawn by the Plaintiff on 27 April 2015, upon the issuance of Letter's of Undertaking and payment of RM30,000 agree legal fees by the Company for and on behalf of defendant.

B10) **Dividends**

No dividend has been proposed and paid for the during the reporting quarter and 15 months financial period ended 31 March 2015 and the corresponding preceding year quarter and financial period.

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015**

**B11) Earnings / (loss) per share**

	Individual		Cumulative	
	Reporting Quarter Ended 31 Mar 2015	Preceding Year Corresponding Quarter Ended 31 Mar 2014 (ADJUSTED)	Current 15 months Period Ended 31 Mar 2015	Preceding Corresponding Period Ended 31 Mar 2014
<b>a) <u>Basis earning / (loss) per-share</u></b>				
Profit / (loss) attributable to the owners of parent ('000)	(961)	(821)	(294)	-
Total weighted average number of ordinary shares in issue ('000)	291,859	288,445	291,859	-
<b>Basis earning / (loss) per share (sen)</b>	<b>(0.33)</b>	<b>(0.28)</b>	<b>(0.10)</b>	-
<b>b) <u>Diluted earning / (loss) per-share</u></b>				
Profit / (loss) attributable to the owners of parent ('000)	(961)	(821)	(294)	-
Total weighted average number of ordinary shares in issue ('000)	291,859	288,445	291,859	-
Adjusts for:				
Assuming full conversion of ICLUS	3,548	7,204	3,548	-
Assuming full conversion of Warrants A 11/16	38,727	38,727	38,727	-
Assuming full conversion of Warrants B 13/18	70,402	70,402	70,402	-
	<b>404,536</b>	<b>404,778</b>	<b>404,536</b>	-
<b>Diluted earning / (loss) per-share (sen)</b>	<b>(0.24)</b>	<b>(0.20)</b>	<b>(0.07)</b>	-

The Group changed the financial year end from 31 December to 31 May and consequently there are no comparative figures available for the preceding year corresponding period ended 31 March 2014.

**B12) Status of utilisation of proceeds**

The status of the utilisation of proceeds from the right issue completed on 28 June 2013 amounting RM23.47 million were utilised as follows:

**NOTES TO THE INTERIM FINANCIAL REPORT FOR THE 15 MONTHS PERIOD  
ENDED 31 MARCH 2015**

<u>Purpose</u>	<u>Proposed utilisation</u>	<u>Actual Utilisation</u>		<u>Balance to be utilised</u>	<u>Intended timeframe for utilisation</u>
		<u>As At 31-Mar-2015</u>			
	RM'000	RM'000		RM'000	
1 Working capital	14,818	16,238		(1,420)	Within 24 months
2 Repayment of bank borrowing	800	2,754		(1,954)	Within 6 months
3 Factory renovation and acquire of new equipment	3,150	1,415		1,735	Within 12 months
4 R & D expenditure	4,000	2,361		1,639	Within 24 months
5 Deferred expenses in relation to the proposal	700	700		-	Within 1 month
<b>TOTAL</b>	<b>23,468</b>	<b>23,468</b>		<b>-</b>	

**B13) Authorisation for issue**

The interim financial report were authorised for issue by the Board of Directors in accordance with resolution of the directors on 21 May 2015.