



TAKASO RESOURCES BERHAD
 (Company No: 440503-K)
 (Incorporated in Malaysia)

Condensed Consolidated Statement of Comprehensive Income (Unaudited)
For the quarter ended 30 April 2014

	Note	Individual Quarter		Cumulative Period	
		Current Year Quarter Ended 30.04.2014 RM'000	Preceding Year Corresponding Quarter Ended 30.04.2013 RM'000	Current Year-to-date Ended 30.04.2014 RM'000	Preceding Year Corresponding Period Ended 30.04.2013 RM'000
Revenue		8,779	7,584	29,618	35,432
Cost of sales		(7,180)	(5,923)	(25,125)	(29,986)
Gross profit		1,599	1,661	4,493	5,446
Other income		248	92	612	426
Selling and distribution expenses		(251)	(277)	(805)	(874)
Administrative expenses		(2,197)	(1,789)	(6,541)	(5,181)
Other expenses		(119)	(50)	(245)	(1,811)
Finance costs		(110)	(123)	(352)	(401)
Loss before tax		(830)	(486)	(2, 838)	(2,395)
Income tax expenses	B5	(10)	(22)	(98)	(105)
Loss after taxation for the period		(840)	(508)	(2,936)	(2,500)
Other Comprehensive Expenses, Net of Tax:					
Foreign currency translation		(12)	(9)	(9)	(46)
Total Comprehensive Expenses	B12	(852)	(517)	(2,945)	(2,546)
Loss after taxation attributable to: Owners of the Company		(840)	(508)	(2,936)	(2,500)
Total Comprehensive Expenses attributable to: Owners of the Company	B12	(852)	(517)	(2,945)	(2,546)
Loss per share ("LPS") (in sen)					
Basic LPS	B11	(0.52)	(0.34)	(1.87)	(1.68)
Fully Diluted LPS	B11	N/A	N/A	N/A	N/A

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 July 2013 and the accompanying explanatory notes attached to the interim financial statements.





TAKASO RESOURCES BERHAD
 (Company No: 440503-K)
 (Incorporated in Malaysia)

Condensed Consolidated Statement of Financial Position
As at 30 April 2014

	Note	As at 30.04.2014 (Unaudited) RM'000	As at 31.07.2013 (Audited) RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment		22,972	20,961
Goodwill		407	407
		23,379	21,368
Current Assets			
Inventories		6,926	6,693
Trade and others receivables		14,570	11,533
Current tax assets		91	29
Cash and cash equivalents		9,948	16,038
		31,535	34,293
TOTAL ASSETS		54,914	55,661
EQUITY AND LIABILITIES			
Share capital		40,187	37,185
Reserves		2,033	4,791
TOTAL EQUITY		42,220	41,976
Non-Current Liabilities			
Long-term bank borrowings	B8	1,384	527
Deferred tax liabilities		115	115
		1,499	642
Current Liabilities			
Trade and other payables		6,370	6,807
Short-term borrowings	B8	4,735	6,190
Tax payable		90	46
		11,195	13,043
TOTAL LIABILITIES		12,694	13,685
TOTAL EQUITY AND LIABILITIES		54,914	55,661
Net assets per share attributable to ordinary equity holders of the Company (RM)		0.26	0.28

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 July 2013 and the accompanying explanatory notes attached to the interim financial statements.





TAKASO RESOURCES BERHAD
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Condensed Consolidated Statement of Changes in Equity
For the year period ended 30 April 2014

	<----- Non-distributable ----->					Distributable		Total Equity RM'000
	Share Capital RM'000	Warrants Reserve RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Foreign Exchange Translation Reserve RM'000	Share Issuance Scheme Reserve RM'000	Accumulated Losses RM'000	
Balance as at 1 August 2013	37,185	4,576	3,885	-	37	1,400	(5,107)	41,976
Loss after taxation for the period	-	-	-	-	-	-	(2,936)	(2,936)
Other comprehensive expenses for the period, net of tax - Foreign currency translation	-	-	-	-	(9)	-	-	(9)
Total comprehensive expenses for the period	-	-	-	-	(9)	-	(2,936)	(2,945)
Transaction with owners of the Company: -Share-based compensation pursuant to SIS	-	-	-	-	-	187	-	187
-Issuance of ordinary share pursuant to exercise of SIS	3,002	-	-	-	-	-	-	3,002
Balance as at 30 April 2014	40,187	4,576	3,885	-	28	1,587	(8,043)	42,220

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 July 2013 and the accompanying explanatory notes attached to the interim financial statements.





TAKASO RESOURCES BERHAD
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Condensed Consolidated Statement of Changes in Equity
For the year ended 30 April 2014 (Cont'd)

	<----- Non-distributable ----->					Distributable		Total Equity RM'000
	Share Capital RM'000	Warrants Reserve RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Foreign Exchange Translation Reserve RM'000	Share Issuance Scheme Reserve RM'000	Accumulated Losses RM'000	
Balance as at 1 August 2012	37,185	4,576	3,885	2,891	53	-	(4,391)	44,199
Effects of transition to MFRS 1	-	-	-	(2,891)	-	-	2,891	-
At 1 August 2012, restated	37,185	4,576	3,885	-	53	-	(1,500)	44,199
Loss after taxation for the period	-	-	-	-	-	-	(2,500)	(2,500)
Other comprehensive expenses for the period, net of tax - Foreign currency translation	-	-	-	-	(46)	-	-	(46)
Total comprehensive expenses for the period	-	-	-	-	(46)	-	(2,500)	(2,546)
Transaction with owners of the Company:- Share-based compensation pursuant to SIS	-	-	-	-	-	1,400	-	1,400
Balance as at 30 April 2013	37,185	4,576	3,885	-	7	1,400	(4,000)	43,053

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 July 2013 and the accompanying explanatory notes attached to the interim financial statements.





TAKASO RESOURCES BERHAD
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Condensed Consolidated Statement of Cash Flows
For the period ended 30 April 2014

	Current Year-to-date Ended 30.04.2014 RM'000	Preceding Year Corresponding Period Ended 30.04.2013 RM'000
Cash Flows From Operating Activities		
Loss before tax	(2,838)	(2,395)
Adjustments for:		
Non-cash items	1,399	2,487
Non-operating items	196	395
<i>Operating (loss)/profit before working capital changes</i>	(1,243)	487
Net change in current assets	(3,213)	(2,650)
Net change in current liabilities	96	(292)
<i>Cash used in operations</i>	(4,360)	(2,455)
Tax refund	4	-
Tax paid	(120)	(186)
<i>Net cash used in operating activities</i>	(4,476)	(2,641)
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(2,159)	(377)
Proceeds from disposal of equipment	8	2
Purchase of goodwill	-	(96)
Interest income	195	173
<i>Net cash used in investing activities</i>	(1,956)	(298)
Cash Flows From Financing Activities		
Interest paid	(352)	(401)
Proceeds from issuance of ordinary shares pursuant to SIS, net of expenses	3,002	-
Repayment to directors	(575)	(27)
Repayment of borrowings	(2,025)	(887)
Repayment of hire purchase payable	(120)	(72)
<i>Net cash used in financing activities</i>	(70)	(1,387)
<i>Net cash decreased in cash and cash equivalents</i>	(6,502)	(4,326)
<i>Effects of exchange rate changes on cash and cash equivalents</i>	9	(19)
<i>Cash and cash equivalents at beginning of the financial period</i>	13,506	12,786
<i>Cash and cash equivalents at end of the financial period</i>	7,013	8,441

The Condensed Consolidated Statement of Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 July 2013 and the accompanying explanatory notes attached to the interim financial statements





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Condensed Consolidated Statement of Cash Flows
For the period ended 30 April 2014 (Cont'd)

	Current Year-to-date Ended 30.04.2014 RM'000	Preceding Year Corresponding Period Ended 30.04.2013 RM'000
Analysis of cash and cash equivalents:		
Cash and bank balances	9,948	12,213
Bank overdrafts	(2,935)	(3,772)
	7,013	8,441

The Condensed Consolidated Statement of Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 July 2013 and the accompanying explanatory notes attached to the interim financial statements.



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NOTES TO THE INTERIM FINANCIAL REPORT FOR THE QUARTER AND NINE MONTHS ENDED 30 APRIL 2014

PART A EXPLANATORY NOTES PURSUANT TO FRS 134

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with FRS 134, Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The report should be read in conjunction with the annual audited financial statements of the Group for the year ended 31 July 2013.

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 July 2013, except for the adoption of the following new Financial Reporting Standards (FRSs), Amendments to FRSs and IC Interpretations with effect from 1 August 2013.

During the current financial period, the Group has adopted the following new accounting standards and interpretations (including the consequential amendments, if any):-

MFRSs and IC Interpretations (Including The Consequential Amendments)

MFRS 10 Consolidated Financial Statements

MFRS 11 Joint Arrangements

MFRS 12 Disclosure of Interests in Other Entities

MFRS 13 Fair Value Measurement

MFRS 119 (Revised) Employee Benefits

MFRS 127 Separate Financial Statements

MFRS 128 Investments in Associates and Joint Ventures

Amendments to MFRS 7: Disclosures – Offsetting Financial Assets and Financial Liabilities

Amendments to MFRS 10, MFRS 11 and MFRS 12: Transition Guidance

IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine

Annual Improvements to MFRSs 2009 – 2011 Cycle

The adoption of the above new FRSs, Amendments to FRSs and IC Interpretations did not have significant impact on the Group's financial statements.

2. Status of Audit Qualifications

The audited financial statements of the Group for the financial year ended 31 July 2013 was not subject to any audit qualification.





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PART A
EXPLANATORY NOTES PURSUANT TO FRS 134 (CONT'D)

3. Seasonality or Cyclicity of Operations

There were no material seasonal or cyclical factors that have affected the financial performance of the Group. However, the demand of the Group's products is generally dependent on consumer demand of baby products and medical contraceptive condoms.

4. Unusual Items

Save for the information disclosed in this interim financial report, there are no unusual items affecting assets, liabilities, equity, net income, or cash flows.

5. Changes in Estimates

There were no significant changes in the estimates of amounts reported during this quarter and in prior quarters or prior financial year that have a material effect in the current quarter.

6. Issuances, Cancellation, Repurchases, Resale & Repayments Of Debts And Equity Securities

On 24 October 2013, the Company had granted 11,611,000 share options pursuant to the Share Issuance Scheme ("SIS") with an exercise price of RM0.25 per new ordinary shares to eligible employees and directors of the Company and its subsidiaries. The SIS Options will expire on 29 August 2017.

Save for the above, there were no issuance, cancellation, repurchases, resale and repayments of debt and equity securities during the financial year-to-date.

7. Dividend

No dividend is paid for in the current quarter.





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PART A
EXPLANATORY NOTES PURSUANT TO FRS 134 (CONT'D)

8. Segment Information

The following is an analysis of the revenue and consolidated result of the Group by segment of its operating activities for the current quarter ended 30 April 2014: -

30 APRIL 2014	Manufacturing RM'000	Trading RM'000	Others RM'000	Elimination RM'000	Consolidation RM'000
External Sales	3,056	6,441	-	(718)	8,779
Segment Results (EBITDA)	70	(168)	(154)	(10)	(262)
Finance Cost	(97)	(4)	(9)	-	(110)
Depreciation and Amortisation	(384)	(63)	(11)	-	(458)
Consolidated Loss Before Tax					(830)
ASSETS					
<i>Segment Assets</i>	39,888	16,346	45,875	(47,286)	54,823
LIABILITIES					
<i>Segment Liabilities</i>	25,976	18,050	808	(32,255)	12,579
OTHER INFORMATION					
<i>Capital Expenditure</i>	99	332	-	-	431
<i>Depreciation and Amortisation</i>	384	63	11	-	458
<i>Other Non Cash Expenses</i>	-	-	-	-	-





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PART A
EXPLANATORY NOTES PURSUANT TO FRS 134 (CONT'D)

8. Segment Information (Cont'd)

30 APRIL 2013	Manufacturing RM'000	Trading RM'000	Others RM'000	Elimination RM'000	Consolidation RM'000
External Sales	4,473	3,772	-	(661)	7,584
Segment Results (EBITDA)	280	(232)	(43)	(14)	(9)
Finance Cost	(119)	(4)	-	-	(123)
Depreciation and Amortisation	(319)	(35)	-	-	(354)
Consolidated Loss Before Tax					(486)
ASSETS					
<i>Segment Assets</i>	35,908	22,359	42,512	(44,284)	56,495
LIABILITIES					
<i>Segment Liabilities</i>	20,157	23,748	21	(30,570)	13,356
OTHER INFORMATION					
<i>Capital Expenditure</i>	12	219	-	-	231
<i>Depreciation and Amortisation</i>	319	35	-	-	354
<i>Other Non Cash Expenses</i>	-	-	-	-	-

GEOGRAPHICAL SEGMENT

The following table provides an analysis of the Group's revenue, segment assets and capital expenditure by geographical segments:

	Revenue by location of customers		Segments assets by location of assets		Capital expenditure by location of assets	
	30 APRIL 2014 RM'000	30 APRIL 2013 RM'000	30 APRIL 2014 RM'000	30 APRIL 2013 RM'000	30 APRIL 2014 RM'000	30 APRIL 2013 RM'000
Malaysia	4,021	4,088	49,601	53,724	152	228
Other Asian Countries	4,494	3,329	5,222	2,771	279	3
European Countries	264	-	-	-	-	-
African Countries	-	-	-	-	-	-
Others	-	167	-	-	-	-
Total	8,779	7,584	54,823	56,495	431	231





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PART A
EXPLANATORY NOTES PURSUANT TO FRS 134 (CONT'D)

9. Valuation of Property, Plant and Equipment

There was no valuation of the property, plant and equipment in the current quarter under review.

10. Material Events Subsequent to the End of the Interim Period

Save for the following, there were no material events subsequent to the end of the current quarter as at 27 June 2014, being the last practicable date from the date of the issue of this report that are expected to have an operational or financial impact on the Group:-

- (a) the agreement to purchase buildings together with the piece of land in area located in Kanchanavanich Road, Sadao, Songkhla, Thailand for a total consideration of 25,000,000 Thailand Baht has been completed on 14 May 2014;
- (b) on 4 June 2014, the Company has announced that it's wholly owned subsidiary, Takaso Industries Pte. Ltd. ("TIPL") has entered into a Joint Venture and Shareholders' Agreement to form a joint venture company, P. T. Takaso Indonesia Manufacturing, to manufacture some of Takaso's products for use in Indonesia market as well as for export possibly; and

11. Changes in the Composition of the Group

There were no other changes in the composition of the Group in the current period under review.

12. Changes in Contingent Liabilities or Contingent Assets since the Last Annual Balance Sheet Date

Since the last annual balance sheet date, there were no material changes in contingent liabilities for the Group as at 27 June 2014, being the last practicable date from the date of issue of this quarterly report that are expected to have an operational or financial impact on the Group.

The changes in contingent liabilities of the Company are as follows:-

	Company	
	As at	As at
	30.04.2014	30.04.2013
	RM'000	RM'000
Corporate guarantees extended:		
- to financial institutions for credit facilities granted to a subsidiary	4,570	7,524
- to a supplier for purchases made by a subsidiary	106	112
	<hr/>	<hr/>

There were no contingent assets since the last annual balance sheet as at 31 July 2013.





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PART A

EXPLANATORY NOTES PURSUANT TO FRS 134 (CONT'D)

13. Capital Commitments

The Group has no capital commitments in the current quarter under review.

14. Significant Inter Company and Related Party Transactions

	Group	
	Current Year-to- date Ended 30.04.2014 RM'000	Preceding Year Corresponding Period Ended 30.04.2013 RM'000
<u>Inter Company Transactions</u>		
Sales by Takaso Rubber Products Sdn Bhd to:-		
Takaso Marketing Sdn Bhd	2,177	2,362
Japlo Healthcare Sdn Bhd	8	13
Sales by Takaso Marketing Sdn Bhd to:-		
Takaso Rubber Products Sdn Bhd	4	4
Japlo Healthcare Sdn Bhd	24	22
Takaso International Sdn Bhd	6	-
<u>Related Parties Transactions</u>		
Professional services rendered by a company in which a director has a substantial financial interest	48	39
Rental paid to a company in which a substantial shareholders has a substantial financial interest	100	100
Purchases from a company in which a director has a substantial financial interest	1,036	-
Sales to companies in which a substantial shareholder has a substantial financial interest	2,611	2,190

The Directors are of the opinion that all inter-segment transactions have been entered into the normal courses of business and are based on negotiated terms.





TAKASO RESOURCES BERHAD
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PART B

EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE BURSA MAIN MARKET LISTING REQUIREMENTS

1. Detailed Analysis of the Performance of all Operating Segments

	Individual Quarter		Cumulative Period	
	30.04.2014 RM'000	30.04.2013 RM'000	30.04.2014 RM'000	30.04.2013 RM'000
Revenue	8,779	7,584	29,618	35,432
Loss before tax	(830)	(486)	(2,838)	(2,395)

For the current quarter under review, the Group's revenue and loss before tax increased by 15.76% and 70.78% respectively compared to the corresponding quarter ended 30 April 2013. The increased in revenue is mainly due to the increase in trading of industrial cable support system and electrical and mechanical products and in computer accessories compared to the corresponding quarter ended 30 April 2013. The loss before tax has increased despite higher revenue is made in the current quarter under review. This is due to the gross profit earned from a manufacturing company has been distorted due to lower revenue made in the current quarter which unable to cover their fixed operating costs.

For the cumulative period under review, the Group's revenue decreased by 16.41% and the loss before tax increased by 18.50% compared to the corresponding cumulative period ended 30 April 2013. The decreased in revenue is mainly due to the reduced sales in a manufacturing and a trading subsidiary. The reduced sales is due to reduced trading sales in computer accessories and reduced in order from some big customers in Middle East and African countries due to their unstable market condition. The loss before tax for the current cumulative period has been increased due to reduced in sales mentioned above which unable to cover their fixed operating costs.

Further Analysis by Segments

Manufacturing Segment

The revenue has reduced by approximately RM1.5 million and RM3.2 million respectively for the current quarter and cumulative period under review compared to the previous corresponding quarter and cumulative period ended 30 April 2013. The reduced in revenue is due to reduced in order from some big customers in Middle East and African due to their unstable market condition and reduced agent sales in glass recycling.

Trading Segment

For the current quarter under review, the Group's trading revenue increased by approximately RM2.7 million compared to the corresponding quarter ended 30 April 2013. The increase in revenue is mainly due to the increase in trading of industrial cable support system and electrical and mechanical products and in computer accessories.

The increased sales of approximately RM4.4 million for the cumulative quarter under review by a foreign subsidiary has been set off against the sales from the other trading subsidiary due to decreased in trading sales of computer accessories. This contributed to the Group's trading revenue drop by approximately RM2.7 million for the cumulative period under review as compared to the corresponding cumulative period ended 30 April 2013. The increased in the foreign subsidiary sales is due to the increased in order from the existing customers.





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PART B

EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE BURSA MAIN MARKET LISTING REQUIREMENTS (CONT'D)

2. Comments on Material Changes in the Loss Before Tax for the Quarter Reported as Compared with the Preceding Quarter

	Individual Quarter	
	30.04.2014	31.01.2014
	RM'000	RM'000
Revenue	8,779	9,265
Loss before tax	(830)	(1,092)

The Group recorded a loss before tax for both the current quarter and the preceding quarter due to the decrease in revenue as mentioned above. The reduced revenue is unable to cover the fixed operating overheads for the two periods and hence resulted in a loss.

3. Current Year Prospects

The Group being export orientated with major distributors based in the Middle East and Europe, continue to foresee a challenging outlook despite the respective political and debt crisis of the two continents is recovering. The situation in these two continents has not recovered to the expectation. The customers are buying smaller quantities to reduce their business risk.

However, steps have already been started to reduce the dependency on these two major markets by venturing into Asian countries where the market is more stable where trades rules and regulation are more matured. There is also plan to increase its products varieties to leverage the Group's market risk coupled with some diversified business to enable to Group turn profitable with sustainable growth.

Management expects that the current financial year to be an extreme challenging year as the Group is continuously making its best effort to improve its current operation and identifying suitable new business to ventures.

4. Variances Between Actual Profit and Forecast Profit

There was no profit forecast or guarantee made public for the financial period under review.

5. Tax Expense

The effective tax rate of the Group for the current quarter and financial year-to-date under review is higher than statutory tax rate due to tax payable for certain profitable subsidiaries.





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PART B

EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE BURSA MAIN MARKET LISTING REQUIREMENTS (CONT'D)

6. Status of Corporate Proposals

On 28 November 2013, on behalf of the Board, TA Securities Holdings Berhad (“TA Securities”) has announced that the Company proposed to undertake a private placement of up to ten percent (10%) of the Company’s issued and paid up share capital to investors to be identified later (“Proposed Private Placement”).

Bursa Securities had vide its letter dated 18 June 2014, approved the application for the listing of and quotation for up to 22,712,400 placement shares to be issued pursuant to the Proposed Private Placement.

Save for the above, there were no corporate proposals announced but not completed as at 27 June 2014, being the last practicable date from the date of the issue of this report.

7. Utilisation Of Proceeds

Rights Issue

On 13 September 2011, PM Securities Sdn Bhd on behalf of the Board announced that the Rights Issue of Shares with Warrants has been completed following the listing of and quotation for 94,033,811 Rights Shares together with 56,420,285 Warrants on the Main Market of Bursa Securities.

Description	Proposed Utilisation	Actual Utilisation As At 30.04.2014	Revised time frame for utilisation of proceeds
	RM'000	RM'000	
To be utilised as follows:			
Working capital			
- Overseas expansion	6,500	689	
- Operating expenses	11,312	11,032	
- New business investment	9,500	9,500	
	27,312	21,221	12 March 2015
Capital expenditure	3,000	3,000	12 September 2013
Repayment of borrowings	2,000	2,000	12 March 2012
Estimated expenses in relation to the Proposals	600	880	26 September 2011
	32,912	27,101	

On 10 September 2013, the Company has announced that the Board of Directors has resolved and approved to extend the timeframe for the utilisation of the balance of proceeds arising from the Rights Issue of Shares with Warrants for another eighteen (18) months until 12 March 2015, in order to allow sufficient time for the Company to implement the overseas expansion.





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PART B

EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE BURSA MAIN MARKET LISTING REQUIREMENTS (CONT'D)

8. Borrowings and Debt Securities

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

	As at 30.04.2014 RM'000
Secured:	
Current liabilities	
- Bankers' acceptances	1,525
- Bank overdrafts	2,935
- Term loan	66
	4,526
Non-current liabilities	
- Term loan	697
	697
Unsecured:	
Current liabilities	
- Hire purchase payable	209
	209
Non-current liabilities	
- Hire purchase payable	687
	687
Total Borrowings	6,119

The portion of borrowings that is repayable within one year is included in current liabilities. Whereas, the portion that is repayable after the next 12 months is included in long-term liabilities.

The currency exposure profile of the Group's borrowings and other facilities are as follows:

	As at 30.04.2014 RM'000
Ringgit Malaysia	5,585
Singapore Dollar	534
Total Borrowings	6,119





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PART B

EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE BURSA MAIN MARKET LISTING REQUIREMENTS (CONT'D)

9. Material Litigation

Since the date of the last annual statement of financial position, there was no pending material litigation as at 27 June 2014, being the last practicable date from the date of issue of this quarterly report.

10. Dividend

No dividend has been proposed for the financial period under review.

11. Loss Per Share

	Individual Quarter		Cumulative Period	
	Current Year	Preceding Year	Current	Preceding Year
	Quarter Ended	Corresponding	year-to-date	Corresponding
	30.04.2014	Quarter Ended	Ended	Period Ended
	RM'000	30.04.2013	30.04.2014	30.04.2013
		RM'000	RM'000	RM'000
(a) Basic loss per share				
Net loss for the year	(840)	(508)	(2,936)	(2,500)
Weighted average number of ordinary shares in issue ('000)	160,784	148,744	156,594	148,744
Basic loss per share (sen)	(0.52)	(0.34)	(1.87)	(1.68)

The fully diluted earnings per share is not disclosed as the effects on the assumed exercised of the share options under warrants is anti-dilutive.





TAKASO RESOURCES BERHAD
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 (Incorporated in Malaysia)

PART B

EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE BURSA MAIN MARKET LISTING REQUIREMENTS (CONT'D)

12. Notes to the Statement of Comprehensive Income

	Group	
	Current Year	Current
	Quarter Ended 30.04.2014 RM'000	Year-to-date Ended 30.04.2014 RM'000
Interest income	69	195
Other income	24	30
Interest expense	110	352
Depreciation and amortisation	458	1,245
Provision for and write off of receivables	N/A	N/A
Provision for and write off of inventories	N/A	N/A
Gain or loss on disposal of quoted or unquoted investments or properties	N/A	N/A
Impairment of assets	N/A	N/A
Foreign exchange gain/(loss)	(8)	(3)
Gain or loss on derivatives	N/A	N/A
Exceptional items	N/A	N/A

13. Fair Value Changes for Financial Liabilities

There were no gains/losses arising from fair value changes for financial liabilities for the current quarter and financial year-to-date under review.





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PART B

EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE BURSA MAIN MARKET LISTING REQUIREMENTS (CONT'D)

14. Disclosure of Realised and Unrealised Profits/Losses

The Group's realised and unrealised accumulated losses disclosure is as follows:-

	As at 30.04.2014 RM'000	As at 31.07.2013 RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(19,795)	(19,543)
- Unrealised	(116)	(116)
	(19,911)	(19,659)
Less: Consolidation adjustments	11,868	14,552
	(8,043)	(5,107)

The determination of realised and unrealised profits is compiled based on Guidance of Special Matter No.1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

By order of the Board
 Takaso Resources Berhad

Tee Tze Chern, JP
 Executive Chairman
 30 June 2014

