



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

Condensed Consolidated Statement of Comprehensive Income (Unaudited)
For the quarter ended 31 January 2015

	Note	Individual Quarter		Cumulative Period	
		Current Year Quarter Ended 31.01.2015 RM'000	Preceding Year Corresponding Quarter Ended 31.01.2014 RM'000	Current Year-to-date Ended 31.01.2015 RM'000	Preceding Year Corresponding Period Ended 31.01.2014 RM'000
Revenue		7,611	9,265	18,516	20,839
Cost of sales		(5,980)	(7,826)	(15,026)	(17,945)
Gross profit		1,631	1,439	3,490	2,894
Other income		507	225	664	364
Selling and distribution expenses		(214)	(271)	(466)	(553)
Administrative expenses		(2,493)	(2,289)	(4,462)	(4,359)
Other expenses		(106)	(68)	(198)	(112)
Finance costs		(61)	(128)	(130)	(242)
Loss before tax		(736)	(1,092)	(1,102)	(2,008)
Income tax expenses	B5	(51)	(33)	(98)	(88)
Loss after taxation for the year		(787)	(1,125)	(1,200)	(2,096)
Other Comprehensive Expenses, Net of Tax:					
Foreign currency translation		280	6	311	3
Total Comprehensive Expenses	B12	(507)	(1,119)	(889)	(2,093)
Loss after taxation attributable to: Owners of the Company		(787)	(1,125)	(1,200)	(2,096)
Total Comprehensive Expenses attributable to: Owners of the Company	B12	(507)	(1,119)	(889)	(2,093)
Loss per share ("LPS") (in sen)					
Basic LPS	B11	(0.41)	(0.70)	(0.68)	(1.36)
Fully Diluted LPS	B11	(0.24)	N/A	(0.36)	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 2014 and the accompanying explanatory notes attached to the interim financial statements.





TAKASO RESOURCES BERHAD
 (Company No: 440503-K)
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Condensed Consolidated Statement of Financial Position
As at 31 January 2015

	Note	As at 31.01.2015 (Unaudited) RM'000	As at 31.07.2014 (Audited) RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment		23,897	22,132
Investment property		2,016	2,036
		25,913	24,168
Current Assets			
Inventories		6,688	7,132
Trade and others receivables		19,946	11,952
Current tax assets		108	102
Cash and cash equivalents		10,976	7,056
		37,718	26,242
TOTAL ASSETS		63,631	50,410
EQUITY AND LIABILITIES			
Share capital		49,742	40,187
Reserves		3,673	(1,102)
TOTAL EQUITY		53,415	39,085
Non-Current Liabilities			
Long-term bank borrowings	B8	1,258	1,312
Deferred tax liabilities		258	258
		1,516	1,570
Current Liabilities			
Trade and other payables		6,270	6,510
Short-term borrowings	B8	2,299	3,188
Tax payable		131	57
		8,700	9,755
TOTAL LIABILITIES		10,216	11,325
TOTAL EQUITY AND LIABILITIES		63,631	50,410
Net assets per share attributable to ordinary equity holders of the Company (RM)		0.27	0.24

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 July 2014 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 31 January 2015

	<----- Non-distributable ----->					Distributable	
	Share Capital RM'000	Warrants Reserve RM'000	Share Premium RM'000	Foreign Exchange Translation Reserve RM'000	Share Issuance Scheme Reserve RM'000	Accumulated Losses RM'000	Total Equity RM'000
Balance as at 1 August 2014	40,187	4,576	4,608	(96)	864	(11,054)	39,085
Loss after taxation for the period	-	-	-	-	-	(1,200)	(1,200)
Other comprehensive expenses for the period, net of tax							
- Foreign currency translation	-	-	-	311	-	-	311
Total comprehensive expenses for the period	-	-	-	311	-	(1,200)	(889)
Transaction with owners of the Company:							
- Issuance of ordinary share pursuant to:							
- exercise of SIS	2,489	-	-	-	-	-	2,489
- exercise of Warrant B	2,591	-	1,037	-	-	-	3,628
- private placement	4,475	-	4,627	-	-	-	9,102
Transfer of share premium for SIS exercised	-	-	864	-	(864)	-	-
Balance as at 31 January 2015	49,742	4,576	11,136	215	-	(12,254)	53,415

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 2014 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 31 January 2015 (Cont'd)*

	<----- Non-distributable ----->					Distributable	
	Share Capital RM'000	Warrants Reserve RM'000	Share Premium RM'000	Foreign Exchange Translation Reserve RM'000	Share Issuance Scheme Reserve RM'000	Accumulated Losses RM'000	Total Equity 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	-	-	-	-	-	(2,096)	(2,096)
Other comprehensive expenses for the year, net of tax - Foreign currency translation	-	-	-	3	-	-	3
Total comprehensive expenses for the period	-	-	-	3	-	(2,096)	(2,093)
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 31 January 2014	40,187	4,576	3,885	40	1,587	(7,203)	43,072

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 2014 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 year ended 31 January 2015

	Current Year-to-date Ended 31.01.2015 RM'000	Preceding Year Corresponding Period Ended 31.01.2014 RM'000
Cash Flows From Operating Activities		
Loss before tax	(1,102)	(2,008)
Adjustments for:		
Non-cash items	938	942
Non-operating items	92	117
<i>Operating loss before working capital changes</i>	(72)	(949)
Net change in current assets	(7,241)	(3,781)
Net change in current liabilities	(618)	397
<i>Cash used in operations</i>	(7,931)	(4,333)
Tax refund	-	5
Tax paid	(32)	(56)
<i>Net cash used in operating activities</i>	(7,963)	(4,384)
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(2,140)	(2,040)
Interest income	39	126
<i>Net cash used in investing activities</i>	(2,101)	(1,914)
Cash Flows From Financing Activities		
Interest paid	(130)	(242)
Proceeds from issuance of ordinary shares pursuant to:		
- SIS, net of expenses	2,489	3,002
- exercised of warrants	3,628	-
- private placement, net of expenses	9,102	-
Repayment to directors	(89)	(575)
Repayment of borrowings	(171)	(353)
Repayment of hire purchase payable	(111)	(77)
<i>Net cash generated from financing activities</i>	14,718	1,755
<i>Net cash increased/(decreased) in cash and cash equivalents</i>	4,654	(4,543)
<i>Effects of exchange rate changes on cash and cash equivalents</i>	48	35
<i>Cash and cash equivalents at beginning of the financial year</i>	4,281	13,506
<i>Cash and cash equivalents at end of the financial year</i>	8,983	8,998

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 2014 and the accompanying explanatory notes attached to the interim financial statements





TAKASO RESOURCES BERHAD
 (Company No: 440503-K)
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Condensed Consolidated Statement of Cash Flows
For the year ended 31 January 2015 (Cont'd)

	Current Year-to-date Ended 31. 01.2015 RM'000	Preceding Year Corresponding Period Ended 31.01.2014 RM'000
Analysis of cash and cash equivalents:		
Cash and bank balances	10,976	12,529
Bank overdrafts	(1,993)	(3,531)
	8,983	8,998

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 2014 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 SIX MONTHS ENDED 31 JANUARY 2015

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 2014.

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 July 2014, except for the adoption of the following new Financial Reporting Standards (FRSs), Amendments to FRSs and IC Interpretations with effect from 1 August 2014.

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)

Amendments to MFRS 10, MFRS 12 and MFRS 127 (2011): Investment Entities

Amendments to MFRS 119: Defined Benefit Plans – Employee Contributions

Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities

Amendments to MFRS 136: Recoverable Amount Disclosures for Non-financial Assets

Amendments to MFRS 139: Novation of Derivatives and Continuation of Hedge Accounting

IC Interpretation 21 Levies

Annual Improvements to MFRSs 2010 – 2012 Cycle

Annual Improvements to MFRSs 2011 – 2013 Cycle

The adoption of the above accounting standards and interpretations (including consequential amendments, if any) 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 2014 was not subject to any audit qualification.





TAKASO RESOURCES BERHAD
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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 1 October 2014, there are allotments of a total of 9,956,600 new ordinary shares of RM0.25 each at an exercise price of RM0.25 each per share for cash pursuant to the Company's SIS.

On 13 October 2014, 16 October 2014, 21 October 2014, 24 October 2014, 29 October 2014, 4 November 2014, 10 November 2014, 18 November 2014, 24 November 2014, 10 December 2014, 17 December 2014, 29 December 2014, 8 January 2015 and 29 January 2015, there are allotments of a total of 10,365,800 new ordinary shares of RM0.25 each at an exercise price of RM0.35 each per share for cash pursuant to the conversion of Warrant B by warrant holders of the Company.

On 3 December 2014, on behalf of the Board, TA Securities Holdings Berhad ("TA Securities") has announced that the Board has fixed the issue price for the placement of 17,900,000 new TRB shares to be issued under the Proposed Private Placement at RM0.514 per placement share. On 9 December 2014, the Proposed Private Placement has been completed following the listing of and quotation for 17,900,000 new TRB shares on the Main Market of Bursa Securities.

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 31 January 2015: -

31 JANUARY 2015	Manufacturing RM'000	Trading RM'000	Others RM'000	Elimination RM'000	Consolidation RM'000
External Sales	2,725	5,458	-	(572)	7,611
Segment Results (EBITDA)	425	(138)	(651)	162	(202)
Finance Cost	(47)	(6)	(8)	-	(61)
Depreciation and Amortisation	(373)	(88)	(12)	-	(473)
Consolidated Loss Before Tax					(736)
ASSETS					
<i>Segment Assets</i>	30,475	24,429	65,139	(56,520)	63,523
LIABILITIES					
<i>Segment Liabilities</i>	15,008	25,361	4,612	(35,023)	9,958
OTHER INFORMATION					
<i>Capital Expenditure</i>	13	118	1,705	-	1,836
<i>Depreciation and Amortisation</i>	373	88	12	-	473
<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)

31 JANUARY 2014	Manufacturing RM'000	Trading RM'000	Others RM'000	Elimination RM'000	Consolidation RM'000
External Sales	3,944	6,046	-	(725)	9,265
Segment Results (EBITDA)	(180)	(88)	(271)	24	(515)
Finance Cost	(115)	(3)	(10)	-	(128)
Depreciation and Amortisation	(386)	(53)	(10)	-	(449)
Consolidated Loss Before Tax					(1,092)
ASSETS					
Segment Assets	40,276	16,493	46,065	(44,753)	58,081
LIABILITIES					
Segment Liabilities	25,891	17,949	824	(29,742)	14,922
OTHER INFORMATION					
Capital Expenditure	472	260	-	-	732
Depreciation and Amortisation	386	53	10	-	449
Other Non Cash Expenses	-	-	-	-	-

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	
	31 JANUARY 2015 RM'000	31 JANUARY 2014 RM'000	31 JANUARY 2015 RM'000	31 JANUARY 2014 RM'000	31 JANUARY 2015 RM'000	31 JANUARY 2014 RM'000
Malaysia	1,829	4,069	50,572	52,309	39	559
Other Asian Countries	5,441	4,965	12,951	5,772	1,797	173
European Countries	324	-	-	-	-	-
African Countries	17	-	-	-	-	-
Others	-	231	-	-	-	-
Total	7,611	9,265	63,523	58,081	1,836	732





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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

On 5 February 2015, 6 February 2015, 10 February 2015, 12 February 2015 and 16 February 2015, there are allotment of a total of 4,972,600 new ordinary shares of RM0.25 each at an exercise price of RM0.35 each per share for cash pursuant to the conversion of Warrant B by warrant holders of the Company.

Save for the above, there were no material events subsequent to the end of the current quarter as at 24 March 2015, 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.

11. Changes in the Composition of the Group

Save for the below, there were no other changes in the composition of the Group in the current period under review.

- (a) Takaso Industries Pte Ltd has on 4 November 2014 subscribed for 510,000 ordinary shares of US Dollar ("USD") 1.00, representing 51% of the total issued and paid-up capital of Takaso Indonesia Global Manufacturing ("TIGM") for a total consideration of USD510,000 which equivalent to RM1,695,750. TIGM issued and paid-up capital are USD1,000,000. TIGM is presently dormant and is intended for the manufacturing, marketing and trading of rubber and plastic products especially baby products; and
- (b) on 24 November 2014, the Company acquired 2 ordinary shares, representing 100% of the total issued and paid up share capital of Takaso Land Sdn. Bhd. ("TLSB"), a company incorporated in Malaysia which currently dormant and the intended principal activities are investment in properties, construction of residential and commercial properties and property development for a total cash consideration of RM2.00. Consequently, TLSB became a wholly-owned subsidiary of the Company.





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PART A

EXPLANATORY NOTES PURSUANT TO FRS 134 (CONT'D)

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 24 March 2015, 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 31.01.2015 RM'000	As at 31.01.2014 RM'000
Corporate guarantees extended:		
- to financial institutions for credit facilities granted to a subsidiary	1,993	6,823
- to a supplier for purchases made by a subsidiary	233	208
	<hr/>	<hr/>

There were no contingent assets since the last annual balance sheet as at 31 July 2014.

13. Capital Commitments

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





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

14. Significant Inter Company and Related Party Transactions

	Group	
	Current Year-to- date Ended 31.01.2015 RM'000	Preceding Year Corresponding Period Ended 31.01.2014 RM'000
<u>Inter Company Transactions</u>		
Sales by Takaso Rubber Products Sdn Bhd to:-		
Takaso Marketing Sdn Bhd	1,258	1,470
Japlo Healthcare Sdn Bhd	5	7
Sales by Takaso Marketing Sdn Bhd to:-		
Takaso Rubber Products Sdn Bhd	-	1
Japlo Healthcare Sdn Bhd	14	19
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	34	32
Purchases from a company in which a director has a substantial financial interest	249	684

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	
	31.01.2015 RM'000	31.01.2014 RM'000	31.01.2015 RM'000	31.01.2014 RM'000
Revenue	7,611	9,265	18,516	20,839
Loss before tax	(736)	(1,092)	(1,102)	(2,008)

For the current quarter and cumulative period under review, the Group's revenue decreased by 17.85% and 11.15% respectively compared to the corresponding quarter and cumulative period ended 31 January 2014. The decreased in revenue for the current quarter is mainly due to slow down in the recycling cathode ray tube ("CRT") glass business and reduced trading sales in computer accessories as compared to the corresponding quarter ended 31 January 2014. For the cumulative period under review, the reduced revenue is mainly due to slow down in the recycling CRT glass business compared to the cumulative period ended 31 January 2014.

The Group's loss before tax for the current quarter and cumulative period under review has reduced by 32.60% and 45.12% respectively compared to the corresponding quarter and cumulative period ended 31 January 2014. The reduced in loss before tax for the current quarter and cumulative period under review is mainly due the management's effort in improving the manufacturing efficiency in a subsidiary. Contributing factor also include a gain on realised forex of RM 0.18 million and bad debts recovered from receivables of RM 0.19 million.

Further Analysis by Segments

Manufacturing Segment

The revenue has reduced by approximately RM1.1 million and RM4.2 million respectively the current quarter and cumulative period under review compared to the previous corresponding quarter and cumulative period ended 31 January 2014. The reduced in revenue is mainly due to slow down in the recycling CRT glass business.

Trading Segment

For the current quarter under review, the Group's trading revenue has decreased by approximately RM0.6 million compared to the corresponding quarter whereas the trading revenue for the cumulative period under review has increased by approximately RM1.9 million compared to the corresponding cumulative period ended 31 January 2014. The increase in revenue is mainly due to the increase in trading sales of industrial cable support system and electrical and mechanical products. However this has been negated by lower trading sales in computer accessories in the current quarter under review.





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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	
	31.01.2015	31.10.2014
	RM'000	RM'000
Revenue	7,611	10,905
Loss before tax	(736)	(366)

The Group's recorded an increase in loss before tax of approximately RM0.37 million for the current quarter under review compared to the preceding quarter mainly due to professional costs incurred for the Group's corporate proposals ie related party transaction with OCR Land Holdings Sdn Bhd ("OCR Land"). The reduced revenue from the trading of consumable products is also a contributing factor for the loss before tax for the current quarter.

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.

Notwithstanding the Group's intention to diversify into the construction business, the Group will continue to focus on the existing businesses. Nevertheless, the Group will from time to time review the business of our Group strategically, and where appropriate, implement the necessary changes to the corporate structure of our Group with a view to strengthen and grow our Group's business. Management expects that the current financial year to be an extreme challenging year.

4. Variances Between Actual Profit and Forecast Profit

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





TAKASO RESOURCES BERHAD
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PART B

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

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.

6. Status of Corporate Proposals

On 13 January 2015, on behalf of the Board, TA Securities has announced that:-

- (a) TLSB, a wholly owned subsidiary of TRB, has by a letter of award dated 12 January 2015 (“Letter of Award”) from OCR Land, been appointed to construct and complete the mechanical and electronic works as well as architect, structure and civil works of a block of twenty-one (21) storey commercial building. The Letter of Award is deemed a related party transaction pursuant to Chapter 10 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad as OCR Land, being the party awarding the contract, is a substantial shareholder of TRB and a company in which a Non-Independent Non-Executive Director and a major shareholder of TRB has interests in; and
- (b) the Company proposes to diversify the business of TRB and its subsidiaries to include the construction business.

On 16 March 2015, a notice is given that an Extraordinary General Meeting will be held on 2 April 2015 for the above matters.

Save for the above, there were no corporate proposals announced but not completed as at 24 March 2015, being the last practicable date from the date of the issue of this report.





TAKASO RESOURCES BERHAD
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PART B

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

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 31.01.2015	Revised time frame for utilisation of proceeds
	RM'000	RM'000	
To be utilised as follows:			
Working capital			
- Overseas expansion	6,500	6,500	
- Operating expenses	11,312	11,032	
- New business investment	9,500	9,500	
	27,312	27,032	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	32,912	

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. The proceeds has been fully utilised in the current quarter under review.





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PART B

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

7. Utilisation Of Proceeds (Cont'd)

Private Placement

The Proposed Private Placement has been completed on 9 December 2014 following the listing of and quotation for 17,900,000 new TRB shares on the Main Market of Bursa Securities.

Description	Proposed Utilisation	Actual Utilisation As At 31.01.2015	Expected time frame for utilisation of proceeds from the date of listing of the placement shares
	RM'000	RM'000	
To be utilised as follows:			
Partial repayment of bank borrowings	9,115	6,105	Within 6 months
Estimated expenses in relation to the Proposed Private Placement	85	99	Within 1 month
	9,200	6,204	





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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 31.01.2015 RM'000
Secured:	
Current liabilities	
- Bank overdrafts	1,993
- Term loan	68
	<hr/> 2,061
Non-current liabilities	
- Term loan	645
	<hr/> 645
Unsecured:	
Current liabilities	
- Hire purchase payable	238
	<hr/> 238
Non-current liabilities	
- Hire purchase payable	613
	<hr/> 613
Total Borrowings	<hr/> 3,557

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 31.01.2015 RM'000
Ringgit Malaysia	2,988
Singapore Dollar	477
Thai Bath	92
Total Borrowings	<hr/> 3,557





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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 24 March 2015, 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	Preceding Year	Cumulative Period	
	Current Year	Corresponding	Current	Preceding Year
	Quarter Ended	Quarter Ended	year-to-date	Corresponding
	31.01.2015	31.01.2014	Ended	Period Ended
	RM'000	RM'000	31.01.2015	31.01.2014
			RM'000	RM'000
(a) Basic loss per share				
Net loss for the year	(787)	(1,125)	(1,200)	(2,096)
Weighted average number of ordinary shares in issue ('000)	189,830	160,391	177,195	154,567
Basic loss per share (sen)	(0.41)	(0.70)	(0.68)	(1.36)
(b) Fully diluted loss per share				
Net loss for the year	(787)	-	(1,200)	-
Weighted average number of ordinary shares in issue ('000)	189,830	-	177,195	-
Effects of dilution:				
Warrants ('000)	20,023	-	15,387	-
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	209,853	-	192,582	-
Fully diluted loss per share (sen)	(0.37)	N/A	(0.62)	N/A

The fully diluted earnings per share for the preceding year corresponding quarter ended 31 January 2014 is not disclosed as the effects on the assumed exercised of the share options under warrants is anti-dilutive.





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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 Quarter Ended 31.01.2015 RM'000	Current Year-to-date Ended 31.01.2015 RM'000
Interest income	14	39
Other income	317	422
Interest expense	61	130
Depreciation and amortisation	473	938
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)	172	199
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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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 31.01.2015 RM'000	As at 31.07.2014 RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(27,371)	(26,092)
- Unrealised	(258)	(260)
	(27,629)	(26,352)
Less: Consolidation adjustments	15,375	15,298
	(12,254)	(11,054)

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
 27 March 2015

