



ANALABS RESOURCES BERHAD
(Company No: 468971-A)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE FINANCIAL QUARTER ENDED 31 JANUARY 2014**

*Quarterly financial report on consolidated results for the THIRD financial quarter ended 31 January 2014.
(The figures have not been audited.)*

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31/1/2014 RM'000	Preceding Year Quarter 31/1/2013 RM'000	Current Year Quarter 31/1/2014 RM'000	Preceding Year Quarter 31/1/2013 RM'000
Revenue	37,879	37,869	110,388	111,982
Cost of sales	(23,321)	(26,431)	(69,498)	(80,554)
Gross profit	14,558	11,438	40,890	31,428
Other income	325	596	1,442	1,454
Other expenses	(10,965)	(7,286)	(29,666)	(21,740)
Profit from operations	3,918	4,748	12,666	11,142
Finance cost	(167)	(412)	(560)	(546)
Profit before taxation	3,751	4,336	12,106	10,596
Income tax expense	(1,092)	(965)	(2,286)	(2,655)
Profit for the period	2,659	3,371	9,820	7,941

The Condensed Consolidated Statements of Profit or Loss and other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 April 2013.



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 (Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER
 COMPREHENSIVE INCOME FOR THE FINANCIAL QUARTER ENDED 31 JANUARY 2014
 (CONT'D)**

*Quarterly financial report on consolidated results for the THIRD financial quarter ended 31 January 2014.
 (The figures have not been audited.)*

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31/1/2014 RM'000	Preceding Year Quarter 31/1/2013 RM'000	Current Year Quarter 31/1/2014 RM'000	Preceding Year Quarter 31/1/2013 RM'000
Profit for the period	2,659	3,371	9,820	7,941
Other comprehensive income, net of tax				
Fair value changes of available-for-sale/ financial assets	(33)	33	(405)	(425)
Foreign currency translation	-	-	-	-
Total comprehensive income for the period	2,626	3,404	9,415	7,516
Profit after taxation attributable to:				
- owners of the Company	2,732	3,371	9,068	7,941
- non-controlling interest	(73)	-	752	-
	2,659	3,371	9,820	7,941
Total comprehensive income attributable to:				
- owners of the Company	2,699	3,404	8,663	7,516
- non-controlling interest	(73)	-	752	-
	2,626	3,404	9,415	7,516
	sen per share	sen per share	sen per share	sen per share
Earnings per share for profit attributable to the owners of the Company				
- basic	4.75	5.79	15.75	13.54
- diluted	n/a	n/a	n/a	n/a

The Condensed Consolidated Statements of Profit or Loss and other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 April 2013.

ANALABS RESOURCES BERHAD

(Company No: 468971-A)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AT 31 JANUARY 2014

*Quarterly financial report on consolidated results for the THIRD financial quarter ended 31 January 2014.
(The figures have not been audited.)*

	As at End of Current Quarter 31 JANUARY 2014 (Unaudited) RM'000	As at Preceding Financial Year End 30 APRIL 2013 (Audited) RM'000
ASSETS		
NON-CURRENT ASSETS		
Property plant & equipment	108,741	95,228
Goodwill on consolidation	18,387	8,397
Available-for-sale financial assets	5,641	7,514
	132,769	111,139
CURRENT ASSETS		
Receivables, deposits and prepayments	61,814	37,998
Inventories	24,743	24,894
Tax recoverable	422	1,162
Cash and cash equivalent	38,269	29,075
	125,248	93,129
Total Assets	258,017	204,268
EQUITY AND LIABILITIES		
Equity attributable to shareholders of the Company		
Share capital	60,024	60,024
Treasury shares	(3,275)	(3,205)
Reserves	115,101	106,438
Shareholder's equity	171,850	163,257
Non-controlling interest	4,331	-
Total equity	176,181	163,257
NON-CURRENT LIABILITIES		
Deferred tax liabilities	11,835	10,299
	11,835	10,299
CURRENT LIABILITIES		
Amount due to director	511	150
Payables and accruals	37,050	19,435
Borrowings	32,440	11,127
	70,001	30,712
Total Liabilities	81,836	41,011
TOTAL EQUITY AND LIABILITIES	258,017	204,268
NET ASSETS PER SHARE (RM)	3.06	2.83

The Condensed Consolidated Statement of Financial position should be read in conjunction with the Annual Financial Report for the year ended 30 April 2013.

ANALABS RESOURCES BERHAD
(Company No: 468971-A)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL QUARTER ENDED 31 JANUARY 2014**

*Quarterly financial report on consolidated results for the THIRD financial quarter ended 31 January 2014.
(The figures have not been audited.)*

	Attributable to owners of the company				Distributable		Total equity RM'000	
	Treasury shares RM'000	Share premium RM'000	Revaluation reserve RM'000	Fair Value reserve RM'000	Exchange Translation reserve RM'000	Retained profits RM'000		Non-controlling interest RM'000
Balance at 1 May 2013	60,024	6,248	10,015	466	710	88,999	-	163,257
Profit after taxation for the financial period	-	-	-	-	-	9,068	4,331	13,399
Other comprehensive income for the financial period	-	-	-	(405)	-	-	-	(405)
-fair value changes of available-for-sale financial assets	-	-	-	(405)	-	-	-	(405)
Total comprehensive income for the financial period	-	-	-	(405)	-	9,068	4,331	12,994
Contributions by and distributions to owners of the company:								
-Treasury shares acquired	(70)	-	-	-	-	-	-	(70)
Balance at 31 January 2014	60,024	6,248	10,015	61	710	98,067	4,331	176,181

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 April 2013.
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ANALABS RESOURCES BERHAD
(Company No: 468971-A)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL QUARTER ENDED 31 JANUARY 2014 (CONT'D)**

*Quarterly financial report on consolidated results for the THIRD financial quarter ended 31 January 2014.
(The figures have not been audited.)*

	Attributable to owners of the company					Distributable		Total equity RM'000
	Share capital RM'000	Treasury shares RM'000	Share premium RM'000	Revaluation reserve RM'000	Fair Value reserve RM'000	Foreign exchange reserve RM'000	Retained profits RM'000	
Balance at 1 May 2012	60,024	(1,431)	6,248	10,015	1,833	269	81,829	158,787
Profit after taxation for the financial period	-	-	-	-	-	-	9,546	9,546
Other comprehensive income for the financial year	-	-	-	-	-	441	-	441
-foreign currency translation differences	-	-	-	-	-	-	-	-
-Available-for-sale financial assets:	-	-	-	-	(695)	-	-	(695)
-changes during the financial year	-	-	-	-	-	-	-	-
-reclassification adjustment to profit and loss on disposal	-	-	-	-	(1,284)	-	-	(1,284)
-impairment loss	-	-	-	-	612	-	-	612
Total comprehensive income for the financial period	-	-	-	-	(1,367)	441	9,546	8,620
Contributions by and distributions to owners of the company:	-	-	-	-	-	-	-	-
-Treasury shares acquired	-	(1,774)	-	-	-	-	-	(1,774)
-Dividends to shareholders	-	-	-	-	-	-	(2,376)	(2,376)
Balance at 30 April 2013	60,024	(3,205)	6,248	10,015	466	710	88,999	163,257

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 April 2013.

ANALABS RESOURCES BERHAD

(Company No: 468971-A)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL QUARTER ENDED 31 JANUARY 2014**

Quarterly financial report on consolidated results for the THIRD financial quarter ended 31 January 2014.

(The figures have not been audited.)

	Current Year To Date 31 JAN 2014 RM'000	Preceding Year To Date 31 JAN 2013 RM'000
CASHFLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	12,106	10,596
Adjustments for :-		
Non-cash items	5,539	4,131
Non-operating items	61	(591)
Operating profit before changes in working capital	17,706	14,136
Changes in working capital :		
Net change in current assets	(19,166)	6,891
Net change in current liabilities	13,961	(2,552)
Income tax paid	(1,521)	(3,220)
NET CASH GENERATED FROM OPERATING ACTIVITIES	10,980	15,255
CASHFLOWS FOR INVESTING ACTIVITIES		
Purchase of equity securities	(628)	(843)
Acquisition of subsidiaries, net of cash acquired	(24,127)	(7,127)
Purchase of property, plant and equipment	(747)	(325)
Proceeds from disposal of property, plant and equipment	99	227
Proceeds from disposal of equity securities	2,270	2,808
Interest received	147	77
Interest paid	(559)	(545)
Dividend received	155	378
NET CASH GENERATED USED IN INVESTING ACTIVITIES	(23,390)	(5,350)
CASHFLOWS FROM/(FOR) FINANCING ACTIVITIES		
Net repayment of bankers acceptance	(4,647)	(4,541)
Advances from director	361	-
Share repurchased	(69)	(805)
Borrowings	25,006	-
Drawdown/(Repayment) of hire purchase liabilities	953	(138)
NET CASH FROM/(USED IN) FINANCING ACTIVITIES	21,604	(5,484)
NET INCREASE IN CASH AND CASH EQUIVALENTS	9,194	4,421
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	-	147
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	29,075	20,466
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL QUARTER	38,269	25,034
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Cash, bank balances and deposits	33,940	20,837
Deposits pledge with licensed banks	4,329	4,197
	38,269	25,034

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 30 April 2013.

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NOTES TO THE QUARTERLY FINANCIAL REPORT

(I) Compliance with Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting

(a) Accounting Policies and Methods of Computation

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standard (“MFRS”) 134: “Interim Financial Reporting” and paragraph 9.22 of the Bursa Malaysia Securities Berhad (“Bursa Malaysia”) Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 April 2013. The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 30 April 2013, except for the adoption of the following new standards, amendments to standards and IC interpretations with effect from May 2013 where applicable:

MFRS 10 Consolidated Financial Statements

MFRS 11 Joint Arrangements

MFRS 12 Disclosure of interests in Other Entities

MFRS 13 Fair Value Measurements

MFRS 119 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

Amendments to MFRS 101: Presentation of Items of Other Comprehensive Income

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 accountings standards and interpretations did not have any material impact on the interim financial report of the Group.

(b) Disclosure of Audit Report Qualification and Status of Matters Raised

Not applicable as the audited financial statements for the financial year ended 30 April 2013 were not qualified.

(c) Seasonal or Cyclical Factors

The business and operations of the Group were not significantly affected by any seasonal factors.

(d) Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no items affecting assets, liabilities, equity, net income or cash flows that were unusual because of their nature, size or incidence for the current financial quarter and financial period under review.

(e) Material Changes in Estimates

There was no material changes in accounting estimates used in the preparation of the financial statements in the current financial quarter as compared with the previous financial quarters or previous financial year.

(f) Debts and Equity Securities

There were no issuance or repayment of debts and equity securities, share buy-back, share cancellation, shares held as treasury shares, employment share option scheme and resale of treasury shares for the current financial period.

As at 31 January 2014, the Company held as treasury shares a total of 2,466,100 of its 60,024,000 issued and fully paid-up ordinary shares.

(g) Dividend paid

A first interim single tier dividend of 4.125 sen per share declared for the financial year ending 30 April 2014 was paid on 20 March 2014 to the depositors who are registered in the Register of Depositories at the close of business on 28 February 2014.

(h) **Segment Information**

Segment analysis for the current financial quarter under review is set out below.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31/1/2014 RM'000	Preceding Year Quarter 31/1/2013 RM'000	Current Year Quarter 31/1/2014 RM'000	Preceding Year Quarter 31/1/2013 RM'000
<u>Segment Revenue</u>				
Manufacturing, formulation and sale of resin, chemicals & building materials	30,175	30,509	88,410	89,493
Recovery and sale of recycled products	7,602	7,061	21,262	21,701
Culture and sales of prawns	93	114	545	363
Investment holding & property letting	9	185	171	425
REVENUE	37,879	37,869	110,388	111,982
<u>Segment Results</u>				
Manufacturing, formulation and sale of resin, chemicals & building materials	1,776	2,534	6,481	4,869
Recovery and sale of recycled products	2,229	1,658	5,563	5,043
Culture and sales of prawns	(185)	(50)	7	8
Investment holding & property letting	69	577	467	1,144
	3,889	4,719	12,518	11,064
Finance cost	(166)	(412)	(559)	(546)
Interest income	28	29	147	78
PROFIT BEFORE TAXATION	3,751	4,336	12,106	10,596
Income tax expense	(1,092)	(965)	(2,286)	(2,655)
PROFIT AFTER TAXATION	2,659	3,371	9,820	7,941
Non-controlling interest	73	-	(752)	-
NET PROFIT ATTRIBUTABLE TO EQUITY HOLDERS	2,732	3,371	9,068	7,941

(II) **Valuation of property, plant and equipment**

The valuations of property, plant and equipment have been brought forward without amendment to the financial statements for the year ended 30 April 2013.

(III) **Material Events Subsequent to the End of the Interim Period**

There were no material events subsequent to the end of the current financial quarter under review up to the date of this report.

(IV) **Changes in the Composition of the Group**

There were no changes in the composition of the Group during the current financial quarter.

(V) **Contingent Liabilities**

There were no material contingent liabilities in the current financial quarter under review up to the date of this report.

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD

(I) Compliance with Appendix 9B of Bursa Malaysia Listing Requirements

1. Review of the Performance

For the quarter under review, the Group's revenue increase marginally to RM37.9 million as compared to the preceding's year quarter.

The Group's profit before tax was RM3.8 million for the current quarter as compared to the corresponding quarter of the preceding year of RM4.3 million.

2. Material Change in the Profit Before Taxation for the Current Quarter as Compared with the Immediate Preceding Quarter

	Current Quarter 31/1/2014 RM'000	Preceding Quarter 31/10/2013 RM'000	% + / (-)
Revenue	37,879	35,195	7.6
Profit before Taxation	3,751	3,227	16.2

Revenue for the current quarter increased by 7.6% as compared to the immediate preceding quarter. Profit before taxation increased by 16.2% as compared to the immediate preceding quarter.

3. Prospects

On the backdrop of a challenging economic climate, the future contribution by the manufacturing, formulation and sale of resin, chemicals & building materials is expected to be affected. Barring any unforeseen circumstances, the Group's prospects for the financial period 2014 is expected to be uncertain.

4. Variance of Actual Profit from Forecast Profit

Not applicable as the Group did not issue any profit forecast or profit guarantee.

5. Taxation

The taxation charge for the current financial quarter and financial year to-date ended 31 January 2014 is made up as follows:

Current Quarter 31/1/2014 RM'000	Year To Date 31/1/2014 RM'000
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Current taxation		
Malaysian income tax charge	(982)	(2,077)
Foreign income tax charge	(110)	(209)
	<u>(1,092)</u>	<u>(2,286)</u>

The effective tax rate of the Group for the current quarter under review is above the statutory income tax rate mainly due to the losses of certain subsidiaries.

6. Profit on Sale of Unquoted Investments and/or Properties

There was no sale of unquoted investment and/or properties for the current financial quarter under review.

7. Purchase or Disposal of Quoted Securities

(a) Total purchases and disposal of investment in quoted securities by the Group for the current financial quarter and financial year-to-date under review are as follows:-

Current Quarter 31/1/2014 RM'000	Year To Date 31/1/2014 RM'000
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Total purchases at cost	613	613
Total dividend share allotment at market value	6	15
Total disposal proceeds	-	2,270
Total gain on disposal	-	<u>170</u>

(b) The details of investments in quoted securities as at the end of the current financial quarter are set out below :-

As at 31/1/2014 RM'000

Total investments at cost	7,459
Total investments at carrying value	5,461
Total investments at market value	<u>5,461</u>

8. Status of Corporate Proposals Announced

There were no corporate proposals that have been announced as at the date of this report.

9. Group Borrowings and Debt Securities

All the Group's borrowings are short term and long term in nature, secured and denominated in Ringgit Malaysia, Euro, US Dollar and Singapore Dollar.

10. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments entered into by the Group as at the date of this report.

11. Changes in Material Litigation

Save as disclosed below, the Group is not engaged in any material litigation.

On 24 December 2013, the Company announced that Analabs ("1st Plaintiff") and its wholly owned subsidiary, Lux Distributor Sdn Bhd ("2nd Plaintiff"), had filed and served a Writ of Summons and Statement of Claim on Khor Sew Foo ("Defendant") to claim the following amongst others for breach of the Share Sale Agreement ("SSA") and Management Cum Profit Guarantee Agreement ("MPGA") dated 8 March 2012:-

- (a) An order that the Defendant specifically performs the MPGA dated 8 March 2012 by attending to his duties as Chief Executive Officer ("CEO") of Lux Distributors Sdn Bhd until 31 December 2013;
- (b) An audit be conducted on the 2nd Plaintiff after 31 December 2013 for the period 1 January 2012 until 31 December 2013 to ascertain its Net Profit After Tax for the period;
- (c) That the Defendant pays the 2nd Plaintiff the shortfall in the Net Profit After Tax of the 2nd Plaintiff from the sum of RM1,500,000 from the following:-
 - (i) Firstly, the escrow sum of RM750,000 held by Messrs Abdullah Chan in accordance with the MPGA, and the balance if any to be returned to the Defendant;
 - (ii) Secondly, if the escrow sum is insufficient, from the balance dividend of RM1,000,000 payable to the Defendant by the 2nd Plaintiff, the balance if any to be returned to the Defendant;

The Defendant has entered his defence and submitted a counter claim against the Plaintiffs claiming breach by the Plaintiffs, for a declaration that the SSA and the MPGA are repudiated and claims damages arising from the breach and repudiation.

The Company had on 13 January 2014 filed the Reply and Defence to the Counterclaim.

The hearing had commenced in March 2014 and has been adjourned to June 2014 for continued hearing.

The Company does not anticipate any adverse financial or operational impact from this trial.

12. Dividend Proposed or Declared

No dividend has been declared for the current financial quarter 31 January 2014.

13. Earnings Per Share**(a) Basic Earnings Per Share**

The basic earnings per share for the current financial quarter and financial year-to-date have been calculated as follows:-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31/1/2014	Preceding Year Quarter 31/1/2013	Current Year Quarter 31/1/2014	Preceding Year Quarter 31/1/2013
Net profit attributable to ordinary shares (RM'000)	2,732	3,371	9,068	7,941
Weighted average number ordinary shares (RM'000)	57,558	58,228	57,578	58,631
Basic earnings per share (sen)	4.75	5.79	15.75	13.54

(b) Diluted Earnings Per Share

The fully diluted earnings per share for the Group are not presented as there were no dilutive potential ordinary shares.

14. Profit before tax

	Individual Current Year Quarter 31 JAN 2014 RM'000	Cumulative Current Year Quarter 31 JAN 2014 RM'000
Profit before tax is arrived at after charging:-		
Interest expense	167	560
Depreciation and amortisation of property, plant and equipment	1,962	5,595
And crediting:-		
Interest income	28	147
Dividend income	10	180
Gain on disposal of quoted investment	-	170
Gain on foreign currency transactions	240	907

15. Realized and Unrealized Profits/Losses Disclosure

The accumulated profit as at 31 January 2014 and 31 January 2013 is analyzed as follows:

	CUMULATIVE QUARTER	
	Current Year Quarter 31/1/2014	Preceding Year Quarter 31/1/2013
Total retained profit of the company and subsidiaries:		
-realised retained profits	144,116	122,645
-unrealised retained profits	(74)	(2,759)
	<u>144,042</u>	<u>119,886</u>
Less: Consolidated adjustments	(45,975)	(30,115)
Total group retained profits as per consolidated financial statements	<u>98,067</u>	<u>89,771</u>

16. Approval of Quarterly Financial Report

The quarterly financial report as set out above was approved by the Board of Directors in accordance with their resolution dated 27 March 2014.