

**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 30 APRIL 2014**

*Quarterly financial report on consolidated results for the FOURTH financial quarter ended 30 April 2014.
(The figures have not been audited.)*

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30/4/2014 RM'000	Preceding Year Quarter 30/4/2013 RM'000	Current Year Quarter 30/4/2014 RM'000	Preceding Year Quarter 30/4/2013 RM'000
Revenue	29,993	35,571	140,381	147,376
Cost of sales	(33,970)	(27,234)	(103,468)	(119,508)
(Loss)/Gross profit	(3,977)	8,337	36,913	27,868
Other income	4,808	2,713	6,250	4,062
Other expenses	(490)	(7,836)	(30,156)	(17,764)
Profit from operations	341	3,214	13,007	14,166
Finance cost	(580)	(183)	(1,140)	(540)
(Loss)/Profit before taxation	(239)	3,031	11,867	13,626
Income tax expense	(491)	(1,427)	(2,777)	(4,080)
(Loss)/Profit for the period	(730)	1,604	9,090	9,546

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 30 APRIL 2014
(CONT'D)**

*Quarterly financial report on consolidated results for the FOURTH financial quarter ended 30 April 2014.
(The figures have not been audited.)*

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30/4/2014 RM'000	Preceding Year Quarter 30/4/2013 RM'000	Current Year Quarter 30/4/2014 RM'000	Preceding Year Quarter 30/4/2013 RM'000
(Loss)/Profit for the period	(730)	1,604	9,090	9,546
Other comprehensive income, net of tax				
Revaluation Reserve	37,253	-	37,253	-
Fair value changes of available-for-sale/ financial assets	727	(942)	322	(1,367)
Foreign currency translation	560	-	560	441
Total comprehensive income for the period	37,810	662	47,225	8,620
(Loss)/Profit after taxation attributable to:				
- owners of the Company	622	1,604	9,690	9,546
- non-controlling interest	(1,352)	-	(600)	-
	(730)	1,604	9,090	9,546
Total comprehensive income/(expenses) attributable to:				
- owners of the Company	39,096	662	47,759	8,620
- non-controlling interest	(1,286)	-	(534)	-
	37,810	662	47,225	8,620
	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	1.09	2.69	16.87	16.46
- 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 30 APRIL 2014

*Quarterly financial report on consolidated results for the FOURTH financial quarter ended 30 April 2014.
(The figures have not been audited.)*

	As at End of Current Quarter 30 APRIL 2014 (Unaudited) RM'000	As at Preceding Financial Year End 30 APRIL 2013 (Audited) RM'000
ASSETS		
NON-CURRENT ASSETS		
Property plant & equipment	159,801	95,228
Goodwill on consolidation	9,755	8,397
Available-for-sale financial assets	14,833	7,514
	184,389	111,139
CURRENT ASSETS		
Receivables, deposits and prepayments	49,681	37,998
Inventories	20,167	24,894
Tax recoverable	(113)	1,162
Cash and cash equivalent	24,710	29,075
	94,445	93,129
Total Assets	278,834	204,268
EQUITY AND LIABILITIES		
Equity attributable to shareholders of the Company		
Share capital	60,024	60,024
Treasury shares	(4,320)	(3,205)
Reserves	151,846	106,438
Shareholder's equity	207,550	163,257
Non-controlling interest	(534)	-
Total equity	207,016	163,257
NON-CURRENT LIABILITIES		
Deferred tax liabilities	19,955	10,299
Hire purchase payable	641	107
Term Loan	17,822	-
	38,418	10,406
CURRENT LIABILITIES		
Amount due to director	3,812	150
Payables and accruals	19,220	19,435
Hire purchase payable	336	146
Borrowings	10,032	10,874
	33,400	30,605
Total Liabilities	71,818	41,011
TOTAL EQUITY AND LIABILITIES	278,834	204,268
NET ASSETS PER SHARE (RM)	3.60	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 30 APRIL 2014**

*Quarterly financial report on consolidated results for the FOURTH financial quarter ended 30 April 2014.
(The figures have not been audited)*

	← Atributable to owners of the company				→ Distributable		Total equity RM'000
	← Non-Distributable		→ Exchange		Retained profits	Non-controlling interest	
	Treasury shares	Share premium	Revaluation reserve	Fair Value reserve	Translation reserve	RM'000	RM'000
Balance at 1 May 2013	60,024	(3,205)	6,248	10,015	466	710	88,999
Profit after taxation for the financial period	-	-	-	-	-	-	9,690
Other comprehensive income for the financial period	-	-	-	-	-	-	(600)
-foreign currency translation	-	-	-	-	568	-	(8)
-revaluation reserve	-	-	37,179	-	-	-	74
-fair value changes of available-for-sale financial assets	-	-	-	322	-	-	322
Total comprehensive income for the financial period	-	-	37,179	322	568	9,690	(534)
Contributions by and distributions to owners of the company:							
-Treasury shares acquired	(1,115)	-	-	-	-	-	(1,115)
-Dividends to shareholders	(4,320)	6,248	47,194	788	1,278	(2,351)	(2,351)
Balance at 30 April 2014	60,024	(4,320)	6,248	47,194	788	96,338	(534)
							207,016

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 30 APRIL 2014 (CONT'D)**

*Quarterly financial report on consolidated results for the FOURTH financial quarter ended 30 April 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		Non-controlling interest 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	-	-	-	-	(695)	-	-	-	(695)
-Available-for-sale financial assets:	-	-	-	-	(1,284)	-	-	-	(1,284)
-changes during the financial year	-	-	-	-	612	-	-	-	612
-reclassification adjustment to profit and loss on disposal	-	-	-	-	-	-	-	-	-
-impairment loss	-	-	-	-	-	-	-	-	-
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	-	(3,205)	6,248	10,015	466	710	88,999	(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 30 APRIL 2014**

*Quarterly financial report on consolidated results for the FOURTH financial quarter ended 30 April 2014.
(The figures have not been audited.)*

	Current Year To Date 30 APRIL 2014 RM'000	Preceding Year To Date 30 APRIL 2013 RM'000
CASHFLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	11,867	13,626
Adjustments for :-		
Non-cash items	7,682	5,865
Non-operating items	1,217	300
Operating profit before changes in working capital	20,766	19,791
Changes in working capital :		
Net change in current assets	21,681	12,436
Net change in current liabilities	(13,917)	(9,827)
Income tax paid	(2,493)	(4,354)
NET CASH GENERATED FROM OPERATING ACTIVITIES	26,037	18,046
CASHFLOWS FOR INVESTING ACTIVITIES		
Purchase of equity securities	(9,793)	(843)
Acquisition of subsidiaries, net of cash acquired	(27,796)	(7,127)
Purchase of property, plant and equipment	(8,176)	(890)
Proceeds from disposal of property, plant and equipment	92	286
Proceeds from disposal of equity securities	2,321	8,557
Interest received	569	345
Interest paid	(1,140)	(540)
Dividend received	231	477
NET CASH GENERATED USED IN INVESTING ACTIVITIES	(43,692)	265
CASHFLOWS FROM/(FOR) FINANCING ACTIVITIES		
Dividend paid	(2,351)	(2,376)
Net repayment of bankers acceptance	(5,385)	(5,295)
Advances from director	4,131	150
Share repurchased	(1,114)	(1,774)
Borrowings	19,166	-
(Repayment) of hire purchase liabilities	(1,057)	(188)
NET CASH FROM/(USED IN) FINANCING ACTIVITIES	13,390	(9,483)
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(4,265)	8,828
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	(100)	(219)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	29,075	20,466
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL QUARTER	24,710	29,075
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Cash, bank balances and deposits	21,090	24,854
Deposits pledge with licensed banks	3,620	4,221
	24,710	29,075

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

During the quarter ended 30 April 2014, the Company had repurchased a total of 609,000 ordinary shares of RM1.00 each of its issued share capital from the open market for a total consideration of RM1,044,830. The repurchased transactions were financed by internally generated funds. The repurchased shares are held as treasury shares in accordance with the requirements of Section 67A (as amended) of the Companies Act, 1965.

Other than the above, 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 30 April 2014, the Company held as treasury shares a total of 3,075,100 of its 60,024,000 issued and fully paid-up ordinary shares.

(g) Dividend paid

An interim single tier dividend of 4.125 sen, amounting to RM2,351,001 in respect of the current financial year ended 30 April 2014 was paid on 20 March 2014.

(h) **Segment Information**

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30/4/2014 RM'000	Preceding Year Quarter 30/4/2013 RM'000	Current Year Quarter 30/4/2014 RM'000	Preceding Year Quarter 30/4/2013 RM'000
<u>Segment Revenue</u>				
Manufacturing, formulation and sale of resin, chemicals & building materials	22,912	28,770	111,322	118,224
Recovery and sale of recycled products	6,490	6,459	27,752	28,021
Culture and sales of prawns	481	342	1,026	703
Investment holding & property letting	110	-	281	428
REVENUE	29,993	35,571	140,381	147,376
<u>Segment Results</u>				
Manufacturing, formulation and sale of resin, chemicals & building materials	(1,438)	551	5,043	5,078
Recovery and sale of recycled products	1,507	1,770	7,070	6,783
Culture and sales of prawns	231	16	238	23
Investment holding & property letting	(315)	651	152	1,937
Finance cost	(582)	(183)	(1,140)	(540)
Interest income	357	226	504	345
PROFIT BEFORE TAXATION	(240)	3,031	11,867	13,626
Income tax expense	(491)	(1,427)	(2,777)	(4,080)
PROFIT AFTER TAXATION	(731)	1,604	9,090	9,546
Non-controlling interest	1,353	-	601	-
NET PROFIT ATTRIBUTABLE TO EQUITY HOLDERS	622	1,604	9,690	9,546

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

In accordance with the Group's policy, the land and buildings of the Group were revalued on 2 April 2014 based upon valuations carried out by the Independent Valuers, namely, Messrs Khong & Jaafar Sdn Bhd, Premas Valuers & Property Consultants Pte Ltd and ECG Consultancy Pte Ltd. using the 'Comparison Approach' basis. These revaluations resulted in a net revaluation surplus of RM37,179,063 (net of deferred tax of RM7,344,575).

(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 recorded revenue of RM30.0 million, representing an decrease of 15.70% compared to the corresponding quarter of the preceding year.

The Group's loss before tax was RM0.23 million for the current quarter as compared to the corresponding quarter of the preceding year of profit before tax of RM3.0 million.

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

	Current Quarter 30/4/2014 RM'000	Preceding Quarter 31/1/2014 RM'000	% + / (-)
Revenue	29,993	37,879	(20.8)
(Loss)/Profit before Taxation	(239)	3,751	(106.4)

Revenue for the current quarter decreased by 20.8% as compared to the immediate preceding quarter. Profit before taxation decreased by 106.4% 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 2015 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 30 April 2014 is made up as follows:

	Current Quarter 30/4/2014 RM'000	Year To Date 30/4/2014 RM'000
Current taxation		
Malaysian income tax charge	(1,098)	(3,175)
Foreign income tax charge	607	398
	<u>(491)</u>	<u>(2,777)</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 30/4/2014 RM'000	Year To Date 30/4/2014 RM'000
Total purchases at cost	9,180	9,763
Total dividend share allotment at market value	19	34
Total disposal proceeds	92	2,362
Total gain on disposal	<u>11</u>	<u>181</u>

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

	As at 30/4/2014 RM'000
Total investments at cost	14,698
Total investments at carrying value	13,427
Total investments at market value	<u>13,427</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 Summon 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 case has been adjourned to August 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 30 April 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 30/4/2014	Preceding Year Quarter 30/4/2013	Current Year Quarter 30/4/2014	Preceding Year Quarter 30/4/2013
Net profit attributable to ordinary shares (RM'000)	622	1,604	9,690	9,546
Weighted average number ordinary shares (RM'000)	56,949	59,598	57,428	57,982
Basic earnings per share (sen)	1.09	2.69	16.87	16.46

(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 30 APRIL 2014 RM'000	Cumulative Current Year Quarter 30 APRIL 2014 RM'000
Profit before tax is arrived at after charging:-		
Interest expense	580	1,140
Depreciation and amortisation of property, plant and equipment	2,087	7,682
And crediting:-		
Interest income	422	569
Dividend income	51	231
Gain on disposal of quoted investment	11	181
Gain on foreign currency transactions	1,849	2,756

15. Realized and Unrealized Profits/Losses Disclosure

The accumulated profit as at 30 April 2014 and 30 April 2013 is analyzed as follows:

	CUMULATIVE QUARTER	
	Current Year Quarter 30/4/2014	Preceeding Year Quarter 30/4/2013
Total retained profit of the company and subsidiaries:		
-realised retained profits	133,612	121,871
-unrealised retained profits	(7,760)	(2,759)
	125,852	119,112
Less: Consolidated adjustments	(29,514)	(30,115)
Total group retained profits as per consolidated financial statements	96,338	88,997

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 26 June 2014.