



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 JULY 2014**

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31/7/2014 RM'000	Preceding Year Quarter 31/7/2013 RM'000	Current Year Quarter 31/7/2014 RM'000	Preceding Year Quarter 31/7/2013 RM'000
Revenue	37,489	37,314	37,489	37,314
Cost of sales	(25,023)	(24,570)	(25,023)	(24,570)
Gross Profit	12,466	12,744	12,466	12,744
Other income	573	663	573	663
Other expenses	(9,928)	(8,064)	(9,928)	(8,064)
Profit from operations	3,111	5,343	3,111	5,343
Finance cost	(215)	(215)	(215)	(215)
Profit before taxation	2,896	5,128	2,896	5,128
Income tax expense	(545)	(412)	(545)	(412)
Profit for the period	2,351	4,716	2,351	4,716

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 2014.



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 (Company No: 468971-A)
 (Incorporated in Malaysia)

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

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31/7/2014 RM'000	Preceding Year Quarter 31/7/2013 RM'000	Current Year Quarter 31/7/2014 RM'000	Preceding Year Quarter 31/7/2013 RM'000
Profit for the period	2,351	4,716	2,351	4,716
Other comprehensive income, net of tax				
Fair value changes of available-for-sale/ financial assets	(105)	(25)	(105)	(25)
Foreign currency translation differences	(328)	(1)	(328)	(1)
Total comprehensive income for the period	1,918	4,690	1,918	4,690
Profit after taxation attributable to:				
- owners of the Company	2,659	4,099	2,659	4,099
- non-controlling interest	(308)	617	(308)	617
	2,351	4,716	2,351	4,716
Total comprehensive income/(expenses) attributable to:				
- owners of the Company	2,219	4,073	2,219	4,073
- non-controlling interest	(301)	617	(301)	617
	1,918	4,690	1,918	4,690
	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	4.66	7.12	4.66	7.12
- 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 2014.

ANALABS RESOURCES BERHAD

(Company No: 468971-A)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AT 31 JULY 2014

Quarterly financial report on consolidated results for the FIRST financial quarter ended 31 July 2014.

(The figures have not been audited.)

	As at End of Current Quarter 31 JULY 2014 (Unaudited) RM'000	As at Preceding Financial Year End 30 APRIL 2014 (Audited) RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant & equipment	157,341	159,840
Goodwill on consolidation	9,755	9,755
Available-for-sale financial assets	14,988	14,833
	182,084	184,428
CURRENT ASSETS		
Receivables, deposits and prepayments	47,087	50,258
Inventories	22,403	20,203
Tax recoverable	1,212	734
Cash and cash equivalent	27,321	25,203
	98,023	96,398
Total Assets	280,107	280,826
EQUITY AND LIABILITIES		
Equity attributable to shareholders of the Company		
Share capital	60,024	60,024
Treasury shares	(4,320)	(4,320)
Reserves	154,078	151,852
Shareholder's equity	209,782	207,556
Non-controlling interest	(835)	(534)
Total equity	208,947	207,022
NON-CURRENT LIABILITIES		
Deferred tax liabilities	19,901	19,955
Hire purchase payable	456	641
Term Loan	16,475	17,859
	36,832	38,455
CURRENT LIABILITIES		
Amount due to a director	150	150
Payables and accruals	24,013	24,375
Hire purchase payable	89	336
Borrowings	10,076	10,488
	34,328	35,349
Total Liabilities	71,160	73,804
TOTAL EQUITY AND LIABILITIES	280,107	280,826
NET ASSETS PER SHARE (RM)	3.67	3.64

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 30 April 2014.

ANALABS RESOURCES BERHAD
(Company No: 468971-A)

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

*Quarterly financial report on consolidated results for the FIRST financial quarter ended 31 July 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 Translation reserve RM'000		Retained profits RM'000	Non-controlling interest RM'000
Balance at 1 May 2014	60,024	(4,320)	6,248	47,194	791	1,276	96,343	(534)	207,022
Profit after taxation for the financial period	-	-	-	-	-	-	2,659	(308)	2,351
Other comprehensive income for the financial period	-	-	-	-	-	(328)	-	7	(321)
-foreign currency translation differences	-	-	-	-	-	-	-	-	-
-revaluation of property	-	-	-	-	-	-	-	-	-
-fair value changes of available-for-sale financial assets	-	-	-	-	(105)	-	-	-	(105)
Total comprehensive income for the financial period	-	-	-	-	(105)	(328)	2,659	(301)	1,925
Balance at 31 July 2014	60,024	(4,320)	6,248	47,194	686	948	99,002	(835)	208,947

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 April 2014.

ANALABS RESOURCES BERHAD
(Company No: 468971-A)

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

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

	←----- Atributable to owners of the company -----→						Total equity RM'000		
	←----- Non-Distributable -----→			----- Distributable -----					
	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 2013	60,024	(3,205)	6,248	10,015	466	710	88,999	-	163,257
Profit after taxation for the financial period	-	-	-	-	-	-	9,695	(600)	9,095
Other comprehensive income for the financial year	-	-	-	37,179	-	-	-	74	37,253
- Revaluation of property	-	-	-	37,179	-	-	-	(8)	558
- Foreign currency translation differences	-	-	-	-	-	566	-	-	-
- Fair value changes of available-for-sale financial assets	-	-	-	-	325	-	-	-	325
Total comprehensive income for the financial year	-	-	-	37,179	325	566	9,695	(534)	47,231
Contributions by and distributions to owners of the company:									
- Treasury shares acquired	-	(1,115)	-	-	-	-	-	-	(1,115)
- Dividends to shareholders	-	-	-	-	-	-	(2,351)	-	(2,351)
Total transactions with owners	-	(1,115)	-	-	-	-	(2,351)	-	(3,466)
Balance at 30 April 2014	60,024	(4,320)	6,248	47,194	791	1,276	96,343	(534)	207,022

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 April 2014.

ANALABS RESOURCES BERHAD
(Company No: 468971-A)

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

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

	Current Year To Date 31 July 2014 RM'000	Preceding Year To Date 31 July 2013 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	2,896	5,128
Adjustments for :-		
Non-cash items	2,288	1,592
Non-operating items	(195)	(188)
Operating profit before changes in working capital	4,989	6,532
Changes in working capital :		
Net change in current assets	970	(17,768)
Net change in current liabilities	(363)	13,349
Income tax (paid)/refunded	(1,023)	975
NET CASH GENERATED FROM OPERATING ACTIVITIES	4,573	3,088
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of equity securities	(265)	(9)
Acquisition of subsidiaries, net of cash acquired	-	(24,104)
Purchase of property, plant and equipment	(295)	(64)
Proceeds from disposal of property, plant and equipment	-	99
Proceeds from disposal of equity securities	-	2,270
Interest received	59	67
Dividend received	308	140
NET CASH GENERATED USED IN INVESTING ACTIVITIES	(193)	(21,601)
CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES		
Interest paid	(215)	(215)
Net repayment of bankers acceptance	(120)	(2,141)
Advances from director	-	1,120
(Repayment)/Drawdown of borrowings	(728)	25,028
(Repayment)/Drawdown of hire purchase liabilities	(887)	1,635
NET CASH (USED IN)/FROM FINANCING ACTIVITIES	(1,950)	25,427
NET INCREASE IN CASH AND CASH EQUIVALENTS	2,430	6,914
EFFECTS OF FOREIGN EXCHANGE RATE CHANGES	180	(5)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	24,710	29,075
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL QUARTER	27,320	35,984
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Cash, bank balances and deposits	23,670	31,716
Deposits pledge with licensed banks	3,650	4,268
	27,320	35,984

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 30 April 2014.

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(Company No: 468971-A)

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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 2014. 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 2014, except for the adoption of the following new standards, amendments to standards and IC interpretations with effect from May 2014 where applicable:

MFRSs and IC Interpretations (Including The Consequential Amendments)	Effective Date
MFRS 9 (2009) Financial Instruments)
MFRS 9 (2010) Financial Instruments) To be
MFRS 9 Financial Instruments (Hedge Accounting and Amendments to MFRS 7, MFRS 9 and MFRS 139)) announced
Amendments to MFRS 9 and MFRS 7 : Mandatory Effective Date of MFRS 9 and Transition Disclosures) by MASB
MFRS 14 Regulatory Deferral Accounts)
Amendments to MFRS 10, MFRS 12 and MFRS 127 (2011): Investment Entities	1 January 2016
Amendments to MFRS 11 : Accounting for Acquisitions of Interests in Joint Operations	1 January 2014
Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to MFRS 119: Defined Benefit Plans – Employee Contributions	1 July 2014
Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to MFRS 136: Recoverable Amount Disclosures for Non-Financial Assets	1 January 2014
Amendments to MFRS 139: Novation of Derivatives and Continuation of Hedge Accounting	1 January 2014
IC Interpretation 21 Levies	1 January 2014
Annual Improvements to MFRSs 2010 – 2012 Cycle	1 July 2014
Annual Improvements to MFRSs 2011 – 2013 Cycle	1 July 2014

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 2014 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 July 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

No dividend has been paid for the current financial quarter 31 July 2014.

(h) **Segment Information**

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Quarter	Quarter	Quarter
	31/7/2014	31/7/2013	31/7/2014	31/7/2013
	RM'000	RM'000	RM'000	RM'000
Segment Revenue				
Manufacturing, formulation and sale of resin, chemicals & building materials	26,755	27,789	26,755	27,789
Recovery and sale of recycled products	6,062	7,640	6,062	7,640
Culture and sales of prawns	107	104	107	104
Investment holding & property letting	76	161	76	161
Contract Work, Pipe Laying and Rehabilitation	4,489	1,620	4,489	1,620
REVENUE	37,489	37,314	37,489	37,314
Segment Results				
Manufacturing, formulation and sale of resin, chemicals & building materials	2,687	1,301	2,687	1,301
Recovery and sale of recycled products	945	2,368	945	2,368
Culture and sales of prawns	32	182	32	182
Investment holding & property letting	76	375	76	375
Contract Work, Pipe Laying and Rehabilitation	(688)	1,050	(688)	1,050
	3,052	5,276	3,052	5,276
Finance cost	(215)	(215)	(215)	(215)
Interest income	59	67	59	67
PROFIT BEFORE TAXATION	2,896	5,128	2,896	5,128
Income tax expense	(545)	(412)	(545)	(412)
PROFIT AFTER TAXATION	2,351	4,716	2,351	4,716
Non-controlling interest	308	(617)	308	(617)
NET PROFIT ATTRIBUTABLE TO EQUITY HOLDERS	2,659	4,099	2,659	4,099

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

The valuation of property, plant and equipment have been brought forward without amendment to the financial statements for the period ended 31 July 2014.

(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 RM37.49 million, representing an increase of 0.5% compared to the corresponding quarter of the preceding year.

The Group's profit before tax was RM2.89 million for the current quarter as compared to the corresponding quarter of the preceding year of profit before tax of RM5.13 million.

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

	Current Quarter 31/07/2014 RM'000	Preceding Quarter 30/04/2014 RM'000	% + / (-)
Revenue	37,489	29,993	25
Profit before Taxation	2,896	(239)	1,312

Revenue for the current quarter increased by 25% as compared to the immediate preceding quarter. Profit before taxation increased by 1312% 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 31/07/2014 RM'000	Year To Date 31/07/2014 RM'000
Current Taxation		
Malaysian income tax charge	(545)	(545)
Foreign income tax charge	-	-
	<u>(545)</u>	<u>(545)</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 31/07/2014 RM'000	Year To Date 31/07/2014 RM'000
Total dividend share allotment at market value	265	265
Total disposal proceeds	-	-
Total gain on disposal	-	-

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

	As at 31/7/2014 RM'000
Total investments at cost	15,163
Total investments at carrying value	13,591
Total investments at market value	<u>13,591</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 Distributor 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 October and November 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 July 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	Preceding	Current Year	Preceding
	Quarter	Year Quarter	Quarter	Year Quarter
	31/7/2014	31/7/2013	31/7/2014	31/7/2013

Net profit attributable to ordinary shares (RM'000)	2,659	4,099	2,659	4,099
Weighted average number ordinary shares (RM'000)	56,949	57,598	56,949	57,598
Basic earnings per share (sen)	4.66	7.12	4.66	7.12

(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-Jul-14 RM'000	Cumulative Current Year Quarter 31-Jul-14 RM'000
Profit before tax is arrived at after charging:-		
Interest expense	215	215
Depreciation and amortisation of property, plant and equipment	2,288	2,288
And crediting:-		
Interest income	(59)	(59)
Dividend income	(308)	(308)

15. Realized and Unrealized Profits/Losses Disclosure

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

	CUMULATIVE QUARTER	
	Current Year	Preceding
	Quarter	Year Quarter
	31/7/2014	31/7/2013
Total retained profit of the company and subsidiaries:		
-realised retained profits	128,509	125,972
-unrealised retained profits	(301)	(2,759)
	<hr/>	<hr/>
	128,208	123,213
Less: Consolidated adjustments	(29,206)	(30,115)
Total group retained profits as per consolidated financial statements	<hr/>	<hr/>
	99,002	93,098

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 25 September 2014.