

ABLEGROUP BERHAD (654188-H)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENT

For The Quarter Ended 31 December 2013

(The figures have not been audited)

	Note	INDIVIDUAL QUARTER ENDED		CUMULATIVE PERIOD ENDED	
		31-Dec-13 RM'000 (Unaudited)	31-Dec-12 RM'000 (Unaudited)	31-Dec-13 RM'000 (Unaudited)	31-Dec-12 RM'000 (Unaudited)
Continued Operations					
Revenue		861	1,203	5,141	5,699
Cost of sales		(791)	(906)	(3,763)	(4,347)
Gross profit/(loss)		70	297	1,378	1,352
Other income		594	642	810	5,722
Selling and marketing expenses		664	939	2,188	7,074
Administrative expenses		(4)	(13)	(14)	(25)
Other expenses		(663)	(716)	(2,419)	(2,835)
Finance costs		(665)	(2,606)	(697)	(7,364)
		(9)	(31)	(96)	(271)
Profit/ (Loss) before tax from continuing operations		(677)	(2,427)	(1,038)	(3,421)
Income tax expense	B5	-	-	-	-
Profit/ (Loss) from continuing operations, net of tax	A12	(677)	(2,427)	(1,038)	(3,421)
Discontinued Operations					
Profit/ (Loss) from discontinued operation, net of tax		-	-	-	(5,035)
Profit/ (Loss), net of tax		(677)	(2,427)	(1,038)	(8,456)
Attributable to :					
Equity holders of the parent		(677)	(2,427)	(1,038)	(8,456)
Profit/ (Loss) per share from continuing operations attributable to equity holders of the parent:					
- Basic (sen)	B10	(0.26)	(0.92)	(0.40)	(1.34)
- Diluted (sen)		(0.26)	(0.92)	(0.40)	(1.34)
Loss per share from discontinued operation attributable to equity holders of the parent:					
- Basic (sen)	B10	-	-	-	(1.97)
- Diluted (sen)		-	-	-	(1.97)

The condensed consolidated income statement should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

ABLEGROUP BERHAD (654188-H)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For The Quarter Ended 31 December 2013

(The figures have not been audited)

	INDIVIDUAL AND CUMULATIVE		CUMULATIVE PERIOD ENDED	
	PERIOD ENDED			
	31-Dec-13	31-Dec-12	31-Dec-13	31-Dec-12
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Profit/ (Loss), net of tax	(677)	(2,427)	(1,038)	(8,456)
Currency translation differences arising from consolidation	-	-	-	(2,857)
Revaluation of land and building	-	-	-	4
Total comprehensive income	(677)	(2,427)	(1,038)	(11,309)
Total comprehensive income attributable to :				
Equity holders of the parent	(677)	(2,427)	(1,038)	(11,309)

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

ABLEGROUP BERHAD (654188-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2013

(The figures have not been audited)

	31-Dec-13 RM'000 (Unaudited)	31-Dec-12 RM'000	1-Jan-12 RM'000
Note			
ASSETS			
Non-current Assets			
Property, plant and equipment	1,078	1,170	1,641
Investment property	707	2,370	2,370
Land Held for property development	29,736	28,202	-
Long-term trade receivables	-	-	1,031
	<u>31,521</u>	<u>31,742</u>	<u>5,042</u>
Current Assets			
Inventories	4,502	4,482	7,713
Property Development Cost	-	-	-
Trade and other receivables	4,259	4,398	7,330
Tax refundable	86	76	63
Fixed deposits with licensed bank	8,578	11,897	5,830
Cash and cash balances	603	432	295
Assets of disposal group classified as held for sale	-	-	57,800
	<u>18,028</u>	<u>21,285</u>	<u>79,031</u>
Total Assets	<u>49,549</u>	<u>53,027</u>	<u>84,073</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital	39,585	39,585	23,220
Other reserves	607	601	(1)
Retained earnings/(Accumulated losses)	7,725	8,763	(1)
Reserve of disposal group classified as held for sale	-	-	-
Total Equity	<u>47,917</u>	<u>48,949</u>	<u>-</u>
Non-current liabilities			
Long-term borrowings	B7 5	1,252	-
Current Liabilities			
Trade and other payables	890	2,024	6,871
Short-term borrowings	B7 737	802	8,546
Liabilities directly associated with disposal group classified as held for sale	-	-	23,147
	<u>1,627</u>	<u>2,826</u>	<u>38,564</u>
Total Liabilities	1,632	4,078	38,564
Total Equity and Liabilities	<u>49,549</u>	<u>53,027</u>	<u>38,564</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	<u>0.18</u>	<u>0.19</u>	<u>-</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

ABLEGROUP BERHAD (654188-H)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For The Quarter Ended 31 December 2013

(The figures have not been audited)

	Share Capital RM'000	Warrant Reserve RM'000	Translation Reserve RM'000	Reserve Fund RM'000	Reserve of disposal group classified as held for sale RM'000	(Accumulated Losses)/Retained Earnings RM'000	Total Equity RM'000
Balance as of 1 January 2012	23,220	-	(1,778)	3,209	15,118	4,124	43,893
Total comprehensive income for the period	-	-	(2,857)	-	4	(8,456)	(11,309)
Issuance of ordinary share pursuant to rights issue	16,365	-	-	-	-	-	16,365
Warrant reserve arising from warrant shares issuance	-	1,636	-	-	-	(1,636)	-
Reserve attributable to disposal group classified as held for sale	-	-	3,600	(3,209)	(15,122)	14,731	-
Balance as of 31 December 2012	39,585	1,636	(1,035)	-	-	8,763	48,949

	Share Capital RM'000	Warrant Reserve RM'000	Translation Reserve RM'000	Reserve Fund RM'000	Reserve of disposal group classified as held for sale RM'000	(Accumulated Losses)/Retained Earnings RM'000	Total Equity RM'000
Balance as of 1 January 2013	39,585	1,636	(1,035)	-	-	8,763	48,949
Total comprehensive income for the period	-	-	-	-	-	(1,038)	(1,038)
Reserve attributable to disposal subsidiaries	-	-	6	-	-	-	6
Balance as of 31 December 2013	39,585	1,636	(1,029)	-	-	7,725	47,917

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

ABLEGROUP BERHAD (654188-H)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For The Quarter Ended 31 December 2013

(The figures have not been audited)

	12 months ended	
	31-Dec-13 RM'000 (Unaudited)	31-Dec-12 RM'000 (Unaudited)
Cash Flows From/(For) Operating Activities		
Loss before taxation from continuing operations	(1,038)	(3,421)
Loss before taxation from discontinued operation	-	(5,035)
	<u>(1,038)</u>	<u>(8,456)</u>
<i>Adjustment for:-</i>		
Bad debts written off	126	35
Depreciation of property, plant and equipment	151	177
Depreciation of investment property	16	50
Impairment loss on trade and other receivables	607	6,853
(Gain)/Loss on foreign exchange-unrealised	(31)	26
(Gain)/Loss on disposal of property, plant and equipment	(56)	3
(Gain)/Loss on disposal of subsidiary	-	(4,480)
Property, plant and equipment written off	-	299
Write-back of bad debts	(78)	(60)
Write-back of payables	(434)	-
Write-down of inventories	-	2,689
Interest expenses	96	703
Interest income	(260)	(500)
	<u>(901)</u>	<u>(2,661)</u>
Operating Loss Before Working Capital Changes	(901)	(2,661)
Decrease/(increase) in property development costs	(1,534)	-
Decrease/(increase) in inventories	(20)	2,478
(Increase)/Decrease in trade and other receivables	(517)	9,126
(Decrease)/Increase in trade payables	(670)	(7,547)
	<u>(3,642)</u>	<u>1,396</u>
Cash For Operations	(3,642)	1,396
Interest paid	(96)	(703)
Income tax paid	(10)	(13)
	<u>(3,748)</u>	<u>680</u>
Net Cash Flows From Operating Activities	(3,748)	680
Cash Flows From/(For) Investing Activities		
Interest received	260	500
Purchase of property, plant and equipment	(59)	(8)
Purchase of land held for property development	-	(28,202)
Proceeds from disposal of property, plant and equipment	1,703	1
Proceeds from disposal of subsidiary	-	34,048
Purchase of investment property	-	(49)
	<u>1,904</u>	<u>6,290</u>
Net Cash Flows From/(For) Investing Activities	1,904	6,290
Cash Flows From/(For) Financing Activities		
(Repayment)/Advances from directors	-	(2,200)
Drawdown of term loans	-	49
(Decrease)/Increase in bills payable	136	(6,378)
Proceeds from share issuance pursuant to rights issue	-	16,365
Repayment of term loans	(1,338)	(7,441)
Repayment of hire purchase obligations	(110)	(192)
	<u>(1,312)</u>	<u>203</u>
Net Cash Flows From/(For) Financing Activities	(1,312)	203
Net Increase in Cash and Cash Equivalents	(3,156)	7,173
Effects on Foreign Exchange Rate Changes	8	1
Cash and Cash Equivalents as at beginning of year	12,329	5,155
Cash and Cash Equivalents as at end of year	9,181	12,329
Cash and cash equivalents at the end of the financial period comprise the following:		
	As at	As at
	31-Dec-13	31-Dec-12
	RM'000	RM'000
Continuing Operations		
Fixed deposits	8,578	11,897
Cash and bank balances	603	432
Bank overdrafts	-	-
	<u>9,181</u>	<u>12,329</u>
Discontinued Operation		
Cash and bank balances	-	-
	<u>9,181</u>	<u>12,329</u>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS ("MFRS") 134-INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2012. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2012.

The significant accounting policies and presentation adopted by the Group in this interim financial statements are consistent with those of the Group's consolidated audited financial statements for the year ended 31 December 2012.

On 19 November 2011, MASB announced the adoption of the Malaysian Financial Reporting Standards ("MFRS Framework"). The MFRS framework is effective from 1 January 2012 and is to facilitate convergence with the International Financial Reporting Standards ("IFRS"). Nevertheless, the Group is allowed by MASB to defer the adoption of these new accounting standards to financial year ending 31 December 2013 as the Group now (*after proposed diversification of the business of the Group into property development which has been approved by shareholders of the Company at an Extraordinary General Meeting held on 22 June 2012*) is within the scope of IC Interpretation 15 Agreements for Construction of Real Estate.

However, on 7 August 2013, the MASB decided to allow the deferment for the adoption of the MFRS framework to another year which is financial year ending 31 December 2015.

Upon adoption of these new accounting standards, the impact on the financial position and performance of the Group has yet to be determined as the Group is in the process of assessing the financial effects of the differences between FRS and accounting standards under the MFRS Framework.

In presenting its first MFRS financial statements, the Group will be required to restate the financial position as at 1 January 2013 to amounts reflecting the application of MFRS Framework.

The Group expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 December 2015.

A2. Seasonal or Cyclical Factors

The operations of the Group during the quarter have not been affected by any material seasonal or cyclical factors.

A3. Unusual Items Due to Their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter.

A4. Material Changes in Estimates

There were no changes in the estimates of amounts reported in prior interim periods of the current financial quarter or in prior financial years that have a material effect on the results in the quarter under review.

A5. Debts and Equity Securities

The Group did not undertake any issuance and/or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current period ended 31 December 2013.

A6. Dividends Paid

There were no dividends paid during the quarter under review.

A7. Segmental Information

Segmental information is provided in two formats, one based on business segments and the other based on geographical segments. Expenses, assets and liabilities which are common and cannot be allocated to the segments are presented under unallocated expenses, assets and liabilities, respectively, if any.

(a) Business Segments**12 Months Ended 31 December 2013**

Segments	Continuing Operations			Consolidation adjustments	Group
	Manufacturing (Malaysia)	Investment Holding & Others	Property Development		
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	5,141	-	-	-	5,141
Profit/(Loss) After Tax	357	(1,362)	(30)	(3)	(1,038)
Total Assets	11,618	69,154	30,688	(61,996)	49,464

A7. Segmental Information (cont'd)

(a) Business Segments (cont'd)

12 Months Ended 31 December 2012

Segments	Continuing Operations			Discontinued Operation	Consolidation adjustments	Group
	Manufacturing (Malaysia)	Investment Holding & Others	Property Development	Manufacturing (China)		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	5,699	-	-	2,314	-	8,013
Profit/(Loss) After Tax	(4,644)	1,234	(11)	(5,035)	-	(8,456)
Total Assets	13,192	11,632	28,203	-	-	53,027

(b) Geographical Segments

By Geographical	12 months Ended 31 December 2013		12 months Ended 31 December 2012	
	Revenue	Non-current Assets	Revenue	Non-current Assets
	RM'000	RM'000	RM'000	RM'000
Malaysia-continuing operations	5,141	29,971	5,699	31,742
China-discontinued operation *	-	-	2,314	-
	5,141	29,971	8,013	31,742

Notes:

() Disposal of the China subsidiary was completed on 21 September 2012 as such there is no comparison for the current quarter under review.*

A8. Material Events Subsequent to the End of the Reporting Period

There were no other material events subsequent to the end of the current quarter under review other than as disclosed in B6.

A9. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current quarter under review.

SBG Trading (Labuan) Ltd ("SBG Labuan"), a dormant wholly-owned subsidiary of Ablegroup Berhad had been struck-off from the register of Labuan Financial Services Authority ("LFSA"), Federal Territory of Labuan, Malaysia under Section 151(4) of the Labuan Companies Act 1990 on 16 June 2013.

SBG Labuan was incorporated in Labuan on 05 October 2007 with USD1.00 issued and fully paid up capital comprising 1 ordinary shares of USD1.00. SBG Labuan had not been involved in any business activity since its incorporation

A10. Changes in Contingent Liabilities or Contingent Assets

There were no significant changes in the contingent liabilities or contingent assets of the Group since the last financial year as at 31 December 2012.

A11. Capital Commitment

There Group has not incurred significant capital commitment as at 31 December 2013.

A12. Related Party Transactions

The significant related party transactions for the 12 months ended 31 December 2013 are as follows:

Company in which directors have interest in

	31.12.2013	31.12.2012
	RM'000	RM'000
Sales of stones and provision of contract workmanship and other related services	<u>895</u>	<u>2,214</u>

B. ADDITIONAL EXPLANATORY NOTES IN COMPLIANCE WITH BURSA MALAYSIA LISTING REQUIREMENTS UNDER PART A OF APPENDIX 9B

B1. Review of Performance

A) 4Q13 vs.4Q12

Description	4Q13	4Q12	Increase/(Decrease)	
	RM'000	RM'000	RM'000	%
Revenue				
- from Continuing Operations	861	1,203	(342)	(28%)
	861	1,203	(342)	(28%)
Loss After Tax "LAT"				
- from Continuing Operations	(677)	(2,427)	1,750	(72%)
	(677)	(2,427)	1,750	(72%)

Note

The Group reported revenue of RM0.86 million for the quarter ended 31 December 2013 ("4Q13"), a decrease of 28% compared to the revenue of RM1.20 million for the quarter ended 31 December 2012 ("4Q12"). The low revenue for 4Q13 is due to delay in the commencement of works for two large contracts that have been secured coupled with absence of revenue from completed major contracts.

The Group recorded a net loss of RM0.68 million for the 4Q13 compared to a net loss of RM2.43 million for the 4Q12. The lower net loss for 4Q13 was mainly due to written back of payables amounted RM0.43 million and absence of major provision for doubtful debts and slow moving stocks.

B) FPE13 vs. FPE12

Description	FPE13	FPE12	Increase/(Decrease)	
	RM'000	RM'000	RM'000	%
Revenue				
- from Continuing Operations	5,141	5,699	(558)	(10%)
- from Discontinued Operation	-	2,314	(2,314)	(100%)
	5,141	8,013	(2,872)	(36%)
Loss After Tax ("LAT")				
from Continuing Operations	(1,038)	(3,421)	2,383	(70%)
from Discontinued Operation	-	(5,035)	5,035	(100%)
	(1,038)	(8,456)	7,418	(88%)

B1. Review of Performance (cont'd)**B) FPE13 vs. FPE12 (cont'd)**

The Group achieved revenue of about RM5.1 million for the financial period ended 31 December 2013 ("FPE13"), about 36% lesser compared to the revenue of RM8.0 million for the financial period ended 31 December 2012 ("FPE12"). The lower revenue registered in FPE13 is mainly due to absence of revenue from China subsidiary after its disposal.

For the year to-date, the Group recorded a lower net loss of RM1.04 million compared to the preceding last year LAT of RM8.46 million. The lower net loss is mainly due to disposal of its loss making China operations and absence of major provision for doubtful debts and writing off stocks values.

B2. Material Change in Profit Before Taxation of Current Quarter Compared with Preceding Quarter

Description	4Q2013	3Q2013	Increase/(Decrease)	
	RM'000	RM'000	RM'000	%
Profit Before Tax ("PAT")/ (Loss) Before Tax ("LBT")	(677)	(137)	(540)	395.75%
	(677)	(137)	(540)	395.75%

For the current quarter, the Group posted a net loss of RM0.68 million compared to a net loss of RM0.14 million for the immediate preceding quarter ended 30 September 2013. The decline in the financial result for 4Q13 was mainly due to write off other debtors amounted RM0.60 million in Turkey subsidiary.

B3. Prospects

Barring any unforeseen circumstances, the Company expects to perform better next year and it expects to register a higher revenue from next year onwards from the recently secured contracts of about RM38 million.

The Company expects to commence its property business soon as it is currently awaiting approval from relevant authorities on the development of the land.

B4. Profit Forecast

The Company did not issue any profit forecast or profit guarantee for the year.

B5. Income Tax Expense

No provision for taxation expenses for the quarter due to loss incurred for the Group.

B6. Corporate Proposals

1) There were no corporate proposals announced but not completed and new proceeds raised from a corporate exercise as at 20 February 2014 (the latest practicable date which shall not be earlier than 7 days from the date of issue of this quarterly report).

2) As at the reporting date, the status of the utilisation of proceeds raised from the corporate exercises are as set out below:-

(i) **Rights issue of a total of 109,099,750 new ordinary shares of RM0.15 each at an issue price of RM0.15 per rights share on the basis of five (5) rights shares together with one (1) warrant for every four (4) ordinary shares of RM0.15 each**

Purpose	Proposed Utilisation	Actual Utilisation	Balance to be Utilised	Expected Timeframe for Utilisation of Proceeds from the Date of Listing of the Rights Shares
	RM'000	RM'000	RM'000	
(i) Repayment of bank borrowings	3,000	3,000	-	Within three (3) months
(ii) Proposed venture into new businesses including property development locally and abroad	8,000	8,000	-	Within twenty four (24) months
(iii) Working capital	4,525	4,525	-	Within twenty four (24) months
(iv) Estimated expenses for the Rights Issue	840	840	-	Within one (1) month
Total	16,365	16,365	-	

(ii) **Disposal of the entire equity interest in Shanghai Ge Fung Marble & Granite Co Ltd for a total cash consideration of RMB69.0 million**

Purpose	Proposed Utilisation	Actual Utilisation	+ / (-)	Balance to be Utilised	Expected Timeframe for Utilisation of Disposal Proceeds
	RM'000	RM'000		RM'000	
(i) Proposed venture into new businesses including property development	25,000	20,126	-	4,874	Within twenty four (24) months
(ii) Working capital	8,781	7,868	-	913	Within twenty four (24) months
(iii) Defraying estimated expenses in relation to the Proposed Disposal	267	267	-	-	Within three (3) months
Total	34,048	28,261	-	5,787	

(*) The Company has decided that the unutilised amount to be reallocated to working capital.

B7. Borrowings

	Denominated in local currency as at 31.12.2013	
	Short-term	Long-term
	RM'000	RM'000
Secured borrowings:		
Hire purchase payables	80	5
Bankers' acceptance	657	-
	<u>737</u>	<u>5</u>

B8. Material Litigation

As at the date of this report, the Group is not engaged in any material litigation which in the opinion of the Board of Directors will have a material effect on the financial position or the business of the Group.

B9. Dividends

There were no dividends declared during the quarter under review.

B10. Loss Per Share**i) Basic Loss Per Share**

	Individual Quarter Ended		Cumulative Period Ended	
	31.12.13	31.12.12	31.12.13	31.12.12
Loss attributable to equity holders of the company				
-From Continuing Operations (RM'000)	(677)	(2,427)	(1,038)	(3,421)
-From Discontinued Operations (RM'000)	-	-	-	(5,035)
	<u>(677)</u>	<u>(2,427)</u>	<u>(1,038)</u>	<u>(8,456)</u>
Weighted average number of ordinary shares in issue('000)	263,900	263,900	263,900	255,808
Basic loss per share attributable to equity holders of the company				
-From Continuing Operations (sen)	(0.26)	(0.92)	(0.40)	(1.34)
-From Discontinued Operations (sen)	-	-	-	(1.97)
	<u>(0.26)</u>	<u>(0.92)</u>	<u>(0.40)</u>	<u>(3.31)</u>

B10. Loss Per Share (cont'd)**ii) Diluted Loss Per Share**

	Individual Quarter Ended		Cumulative Period Ended	
	31.12.13	31.12.12	31.12.13	31.12.12
Loss attributable to equity holders of the company				
-From Continuing Operations (RM'000)	(677)	(2,427)	(1,038)	(3,421)
-From Discontinued Operations (RM'000)	-	-	-	(5,035)
	(677)	(2,427)	(1,038)	(8,456)
Weighted average number of ordinary shares in issue('000)	263,900	263,900	263,900	255,808
Effect of dilution('000)	- [^]	- [^]	- [^]	- [^]
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	263,900	263,900	263,900	255,808
Diluted loss per share attributable to equity holders of the company				
-From Continuing Operations (sen)	(0.26)	(0.92)	(0.39)	(1.34)
-From Discontinued Operations (sen)	-	-	-	(1.97)
	(0.26)	(0.92)	(0.39)	(3.31)

[^] As the exercise price for the Warrants 2012/2017 is higher than average market price for the current quarter under review, it is assumed that the holders of the warrants will not exercise the warrants.

B11. Realised and Unrealised Profits/Losses

	As at 31.12.2013 RM'000	As at 31.12.2012 RM'000
- realised	3,609	4,706
- unrealised	31	(29)
	3,640	4,677
Add/(Less): consolidated adjustments	4,085	4,085
Total retained earnings	7,725	8,762

B12. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2012 was unqualified.