

NICHE CAPITAL EMAS HOLDINGS BERHAD (527272-V)
INTERIM REPORT FOR THE SIXTH QUARTER ENDED 30 JUNE 2015
Condensed Consolidated Income Statement (Unaudited)

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year-To-Date	Preceding Year-To-Date
	Quarter	Corresponding Quarter	30/06/2015	
	RM'000	RM'000	RM'000	RM'000
Revenue	6,674	n/a	38,215	n/a
Cost of goods sold	(6,798)		(37,398)	
Gross profit / (loss)	(124)		817	
Administrative expenses	(2,510)		(9,583)	
Other expenses	(6)	n/a	(85)	n/a
Other income	1,010		4,582	
Operating profit / (loss)	(1,630)	n/a	(4,269)	n/a
Finance cost	(3)		(21)	
Profit/(Loss) before tax	(1,633)	n/a	(4,290)	n/a
Taxation	-		-	
Profit/(Loss) for the period	(1,633)	n/a	(4,290)	n/a
Profit/(Loss) after tax attributable to:				
- Equity holders of the Company	(681)	n/a	(1,105)	n/a
- Non-Controlling Interest	(952)		(3,185)	
	(1,633)	n/a	(4,290)	n/a
Earnings per share (sen)				
- basic	(0.26)	n/a	(0.68)	n/a
- diluted	(0.26)	n/a	(0.68)	n/a

The Condensed Consolidated Income Statements should be read in conjunction with the Group's restated audited Financial Statements for the 12 months financial year ended 31 December 2013 reissued on 30 October 2015. The accompanying notes form an integral part of this Income Statement.

NICHE CAPITAL EMAS HOLDINGS BERHAD (527272-V)
INTERIM REPORT FOR THE SIXTH QUARTER ENDED 30 JUNE 2015
Condensed Consolidated Statement of Comprehensive Income (Unaudited)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-To-Date	Preceding Year-To-Date
	30/06/2015 RM'000	RM'000	30/06/2015 RM'000	RM'000
Profit / (Loss) for the period	(1,633)	n/a	(4,290)	n/a
Other comprehensive income:				
Currency translation differences	809		1,848	
Total comprehensive income/ (loss) for the period	<u>(824)</u>	<u>n/a</u>	<u>(2,442)</u>	<u>n/a</u>
Total comprehensive income/ (loss) attributable to:				
Equity holders of the Company	(268)	n/a	(163)	n/a
Non-Controlling interest	(556)		(2,279)	
	<u>(824)</u>	<u>n/a</u>	<u>(2,442)</u>	<u>n/a</u>

NICHE CAPITAL EMAS HOLDINGS BERHAD (527272-V)
INTERIM REPORT FOR THE SIXTH QUARTER ENDED 30 JUNE 2015
Condensed Consolidated Statement of Financial Position

	Unaudited As at 30/06/2015 Restated RM'000	Audited As at 31/12/2013 Restated RM'000
Non-Current Assets		
Property, Plant & Equipment	399	677
Current Assets		
Inventories	26,749	26,508
Trade receivables	693	259
Gold Future Contract	438	-
Other receivables, deposits and prepayments	5,846	1,223
Cash & cash equivalents	1,217	246
	34,943	28,236
Assets held for sale	-	-
Total Current Assets	34,943	28,236
Total Assets	35,342	28,913
Equity		
Share Capital	26,872	11,799
Reserves		
Share Premium	5,456	1,895
Exchange Fluctuation Reserve	1,594	651
Warrants Reserve	1,225	1,225
Unappropriated profits / (loss)	(20,765)	(19,660)
Equity attributable to the shareholders of the Company	14,382	(4,090)
Non-Controlling Interest	(3,427)	(1,147)
Total Equity	10,955	(5,237)
Non Current Liability		
Long term Loan	149	259
Total non-current liability	149	259
Current Liabilities		
Trade payables	8,306	6,800
Other payables & accruals	15,415	9,710
Provision	-	17,300
Gold Future Contract Payable	438	-
Bank Borrowings	79	81
Total current liabilities	24,238	33,891
Total equity and liabilities	35,342	28,913
Net Assets per share (RM)	0.05	-0.03

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's restated audited Financial Statements for the 12 months financial year ended 31 December 2013 reissued on 30 October 2015. The accompanying notes form an integral part of this Statement of Financial Position.

NICHE CAPITAL EMAS HOLDINGS BERHAD (527272-V)
INTERIM REPORT FOR THE SIXTH QUARTER ENDED 30 JUNE 2015
Condensed Consolidated Statement of Changes in Equity (Unaudited)

	← Attributable to shareholders of the Company →					→ Non-Controlling Interest	Total	
	← Non-Distributable		→ Distributable					
	Share Capital	Share Premium	Warrants Reserve	Exchange Fluctuation Reserve	Retained Earnings / (Accumulated Losses)	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Balance as at 31/12/2013	11,799	1,895	1,225	651	(8,147)	7,423	(1,147)	6,276
Reinstatement					(11,513)	(11,513)		(11,513)
Balance as at 31/12/2013, restated	11,799	1,895	1,225	651	(19,660)	(4,090)	(1,147)	(5,237)
Profit / (Loss) for the period	-	-	-	-	(1,105)	(1,105)	(3,185)	(4,290)
Other Comprehensive Income / (Loss)	-	-	-	943	-	943	905	1,848
Total Comprehensive Income / (Loss) for the period	-	-	-	943	(1,105)	(162)	(2,280)	(2,442)
Transactions with owners	-	-	-	-	-	-	-	-
Debt Settlement Share Issuance	11,513	2,281	-	-	-	13,794	-	13,794
Private Placement Share Issuance	3,560	1,280	-	-	-	4,840	-	4,840
Balance as at 30/6/2015	26,872	5,456	1,225	1,594	(20,765)	14,382	(3,427)	10,955

NICHE CAPITAL EMAS HOLDINGS BERHAD (527272-V)
INTERIM REPORT FOR THE SIXTH QUARTER ENDED 30 JUNE 2015
Condensed Consolidated Statement of Changes in Equity (Continued)

	← Attributable to shareholders of the Company →					Total	Non-Controlling Interest	Total
	← Non-Distributable →			Distributable				
	Share Capital	Share Premium	Warrants Reserve	Exchange Fluctuation Reserve	Retained Earnings / (Accumulated Losses)			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1/1/2013	11,799	1,895	1,225	(40)	1,990	16,869	(412)	16,457
Reinstatement	-	-	-	-	(16,593)	(16,593)	-	(16,593)
Balance as at 1/1/2013, restated	11,799	1,895	1,225	(40)	(14,603)	276	(412)	(136)
Profit / (Loss) for the period- as previously stated	-	-	-	-	(10,137)	(10,137)	(1,398)	(11,535)
Profit / (Loss) for the period- reinstatement	-	-	-	-	5,080	5,080	-	5,080
Other Comprehensive Income / (Loss)	-	-	-	691	-	691	663	1,354
Total Comprehensive Income/ (Loss) for the period	-	-	-	691	(5,057)	(4,366)	(735)	(5,101)
Transactions with owners	-	-	-	-	-	-	-	-
Balance as at 31/12/2013	11,799	1,895	1,225	651	(19,660)	(4,090)	(1,147)	(5,237)

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Group's restated audited Financial Statements for the 12 months financial year ended 31 December 2013 reissued on 30 October 2015. The accompanying notes form an integral part of this statement.

NICHE CAPITAL EMAS HOLDINGS BERHAD (527272-V)
INTERIM REPORT FOR THE SIXTH QUARTER ENDED 30 JUNE 2015
Condensed Consolidated Statement of Cash Flows (Unaudited)

	18 months ended 30/06/2015 RM'000	<i>Preceding Corresponding Period</i> RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) Before Tax	(4,290)	n/a
Adjustments for: -		
Depreciation	572	
Unrealised loss/(gain) on foreign exchange	5	
Fixed Asset written off	14	
Loss on impairment on receivable and prepayment	542	
Loss on / (Gain on Reversal of) provision for Corporate Guarantee	(3,485)	
Write down of inventories to net realisable value	(51)	
Interest expenses	21	
Interest income	(21)	
Operating profit / (loss) before working capital changes	<u>(6,693)</u>	
Changes in working capital		
Inventories	3,847	n/a
Provision for Corporate Guarantee from banks refund	(1,014)	
Trade and other receivables	(5,535)	
Trade and other payables	4,688	
Cash generated from / (used in) operating activities	<u>(4,707)</u>	
Interest paid	(21)	n/a
Interest received	21	
Tax refund/(paid)	-	
Net cash generated from / (used in) operating activities	<u>(4,707)</u>	
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(257)	n/a
Proceeds from disposal of property, plant and equipment	12	
Net cash generated from / (used in) investing activities	<u>(245)</u>	
CASH FLOW FROM FINANCING ACTIVITIES		
Bank Borrowings	(112)	n/a
Private Placement Share Issuance	5,042	-
Refund from Debt Settlement Exercise	959	-
Net cash generated from / (used in) financing activities	<u>5,889</u>	
Exchange difference in Translation	34	
Net increase / (decrease) in cash and cash equivalents	<u>971</u>	
Cash and cash equivalents as at 1 Jan 2014	246	
Cash and cash equivalents as at 30 June 2015	<u>1,217</u>	
Cash and cash equivalents comprise:		
Short term investment in cash fund of financial institutions	3	n/a
Cash and bank balances	1,214	
	<u>1,217</u>	-

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Group's restated audited Financial Statements for the 12 months financial year ended 31 December 2013 reissued on 30 October 2015. The accompanying notes form an integral part of this statement.

NICHE CAPITAL EMAS HOLDINGS BERHAD (527272-V)
INTERIM REPORT FOR THE SIXTH QUARTER ENDED 30 JUNE 2015

A. Explanatory Notes Pursuant to Financial Reporting Standard (FRS 134)

1. Accounting Policies

Basis of Preparation

This interim financial report is reissued pursuant to the directive from the Securities Commission under Regulation 4(1) of the Securities Industry (Compliance with Approved Accounting Standards) Regulations 1999 via its letter dated 2nd September 2015 (“SC directive”).

The Securities Commission found that the Group and the Company had breached Section 354(1)(a) of the Capital Markets and Services Act 2007 read together with Regulation 4(1) of the Securities Industry (Compliance with Approved Accounting Standards) Regulations 1999 for:-

- a) failing to measure its obligations under the corporate guarantees on bank borrowings by its former wholly owned subsidiary, Yikon Jewellery Industry Sdn. Bhd. (“YJI”) in the Company’s audited financial statements for the financial period ended 30th June 2011 in accordance with FRS 139;
- b) failing to measure its obligations under the corporate guarantees on bank borrowings by YJI in the Company’s audited financial statements for the financial period ended 31st December 2012 in accordance with FRS 139; and
- c) recognising the sum of RM11,513,000/- as an asset under the item “other receivables” in the Company’s audited financial statements for the financial year ended 31st December 2013 which is not in accordance with MFRS 137.

The reissued financial statements of the Group and of the Company have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRSs”), International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia.

The interim financial statements should be read in conjunction with the restated audited financial statements for the 12-month financial year ended 31 December 2013 reissued on 30 October 2015 and the accompanying explanatory notes attached to the interim financial statements.

The Board of Directors approved the issuance of these reissued financial statements and reissued interim finance reports on 30 October 2015 solely to comply with the directives from the Securities Commission to reissue the audited financial statements of the Group and of the Company for the year ended 31st December 2013 and interim finance reports thereafter.

1. Accounting Policies (Continued)

Basis of Preparation (Continued)

The effects of the reinstatements on the current quarter interim financial statements are as follows:-

	As previously stated	Reinstatement pursuant to SC directives	As restated
	RM'000	RM'000	RM'000
<u>30.6.2015</u>			
Statement of Financial Position			
Other receivable	17,359	(11,513)	5,846
Unappropriated profit / (loss)	(9,252)	(11,513)	(20,765)
Statement of Comprehensive Income			
Affected item	n/a	n/a	n/a
<u>31.12.2013</u>			
Statement of Financial Position			
Other Receivable	12,736	(11,513)	1,223
Unappropriated profit / (loss)	(8,147)	(11,513)	(19,660)

The changes above have resulted in consequential changes to the statement of changes in equity, segmental disclosures and explanatory notes of the Group in this interim report.

1. Accounting Policies (Continued)

Changes in Accounting Policies

The accounting policies and methods of the computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2013 except for the adoption of the following amendments to Malaysian Financial Reporting Standards (“MFRS”) effective on or after 1 January 2014:-

Amendments to MFRS

Standard	Title	Effective Date
MFRS 10	Investment Entities	1 Jan 2014
MFRS 12	Investment Entities	1 Jan 2014
MFRS 127	Investment Entities	1 Jan 2014
MFRS 132	Offsetting Financial Assets and Financial Liabilities	1 Jan 2014
MFRS 133	Earnings Per Share	1 Jan 2014
MFRS 136	Recoverable Amount Disclosures for Non-Financial Assets	1 Jan 2014
MFRS 3	Business Combinations	1 Jul 2014
MFRS 8	Operating Segments	1 Jul 2014
MFRS 13	Fair Value Measurement	1 Jul 2014
MFRS 116	Property, Plant and Equipment	1 Jul 2014
MFRS 119	Employee Benefits	1 Jul 2014
MFRS 124	Related Party Disclosures	1 Jul 2014
MFRS 138	Intangible Assets	1 Jul 2014

The initial application of the above amendments to MFRSs is not expected to have any material impact on the financial statements of the Group and the Company.

2. Audit Report of Preceding Annual Financial Statements

The audited financial statements of the Group for the financial year ended 31 December 2013 dated 30 April 2014 were subjected to audit qualification as follows:-

Extracts from the Audit Report:

Basis for Qualified Opinion

1. *As disclosed in Note 9(b)(i) to the financial statements, upon the execution of the letter of undertaking, the Company recognised an amount of RM11,513,000/- as other income and other receivable.*

We were unable to obtain sufficient appropriate audit evidence on the recognition of the said other income and the other receivable of RM11,513,000/-.

2. *As disclosed in Note 25 to the financial statements, during the financial year, a Director of Yikoni Gold (Shen Zhen) Co. Ltd. ("YGSZ"), a subsidiary of the Company, instructed YGSZ to transfer an amount of RM9,732,828/- (RMB18,057,194/-) from the amounts that the Director advanced to YGSZ to Shen Zhen Jin Da Fu Co. Ltd. ("SZJDF"), a third party supplier of YGSZ. As a result, the amounts had been subsequently set-off in the financial statements. The Company represented that the fund transfer were made in the personal capacity of the said Director and do not relate to the operations of YGSZ and the Company. The Company is of the opinion that there is no financial impact to the statement of financial position and statement of comprehensive income.*

We were unable to obtain sufficient appropriate audit evidence and satisfactory information and explanations on the said transfer of the funds to the third party supplier.

Current Status of matters giving rise to the qualified opinion of the current audit report:

1. The recognition of RM11,513,000 of other income and other receivable was rectified through the Group's restated audited Financial Statements for the 12 months financial year ended 31 December 2013 reissued on 30 October 2015.
2. The Company has given instruction to YGSZ to forbid any future fund transfer made in personal capacity of any director which do not relate to the operations of the Company or the Group.

3. Seasonal or Cyclical Factors

Turnover of the Group is normally higher during the festive seasons.

4. Unusual Items Due to their Nature, Size or Incidence

There were no items affecting assets, liabilities, equity, net income or cash flow for the current quarter and financial period-to-date that are unusual due to their nature, size or incidence.

5. Changes in Estimates

There was no material change in estimates of amounts reported in prior interim periods of the current financial period or prior financial year.

6. Issuances and Repayment of Debt and Equity Securities

There was no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial period under review except for the following:

- On 23 December 2014, the Company issued 115,130,000 ordinary shares of RM0.10 each at an issue price of RM0.10 each to the Creditor Banks.
- On 14 April 2015, the Company issued 35,600,000 ordinary shares of RM0.10 each at an issue price of RM0.15 each to identified investors under the private placement exercise.

7. Dividend Paid

No dividend has been paid during the current quarter and financial period-to-date.

8. Segmental Information

	Malaysia		HongKong / China		Group	
	Current Year-To-Date 30.6.2015 Restated RM'000	Preceding Year-To-Date RM'000	Current Year-To-Date 30.6.2015 RM'000	Preceding Year-To-Date RM'000	Current Year-To-Date 30.6.2015 Restated RM'000	Preceding Year-To-Date RM'000
Revenue						
Total Revenue	-	n/a	38,197	n/a	38,197	n/a
Inter-segment revenue	-	-	-	-	-	-
External Sales	-	-	38,197	-	38,197	-
Segment Result	2,361	n/a	(6,121)	n/a	(3,760)	n/a
Interest Income	19		2		21	
Interest Expense	21		-		21	
Depreciation and amortisation	(185)		(387)		(572)	
Profit before tax	2,216	-	(6,506)	-	(4,290)	-
Taxation	-	n/a	-	n/a	-	n/a
Profit after tax	2,216	-	(6,506)	-	(4,290)	-
Assets						
Segment Assets	6,253	n/a	29,089	n/a	35,342	n/a
Unallocated Assets	-		-		-	
Total Assets	6,253	-	29,089	-	35,342	-
Liabilities						
Segment Liabilities	2,681	n/a	21,706	n/a	24,387	n/a
Unallocated Liabilities	-		-		-	
Total Liabilities	2,681	-	21,706	-	24,387	-

The segmental information is presented based on the geographical location of customers. No business segment analysis is considered necessary as the Group is primarily engaged in the trading and retailing of gold, gold jewellery and ornaments.

9. Property, Plant and Equipment

The valuations of land and buildings have been brought forward without any amendment from the previous audited financial statements.

10. Material Subsequent Events

There was no material event subsequent to the current quarter under review.

11. Changes in the Composition of the Group

On 4 March 2015, the Company acquired a new subsidiary with the acquisition of 2 ordinary shares of RM1.00 each in Wawasan Pasifika Sdn Bhd (“WPSB”) representing 100% equity interest in the issued and paid-up share capital of WPSB. WPSB remain dormant as at the end of this reporting period.

12. Financial Guarantees

	As at 30/6/2015 RM’000	As at 31/12/2013 RM’000
Corporate guarantees given by the Company to financial institutions in respect of banking facilities granted to a private limited company, namely Yikon Jewellery Industry Sdn Bhd (“YJI”) (previously a wholly-owned subsidiary disposed of during the 18 months financial period ended 30 June 2011) which have been utilized as at the end of the reporting period	-	17,300

During the previous financial year, the Company recognised a provision for liabilities amounting to RM18,314,300 for the corporate guarantees issued by the Company on bank borrowings defaulted by YJI. As at 31st December 2013, cash deposits totaling RM1,014,000 were made to the Banks, namely AmBank Berhad, CIMB Bank Berhad, RHB Bank Berhad and United Overseas Bank (Malaysia) Berhad (collectively "the Creditor Banks" and applicable throughout this report) as part of the settlement sum. On 26 June 2014, the Company has entered into a Debt Settlement Agreement with YJI and the Creditor Banks. Pursuant to the Debt Settlement Agreement, the Company intends to undertake a proposed debt settlement of debt owing by YJI, in respect of YJI’s outstanding debts to the Creditor Banks in the aggregate sum of RM16,593,232.62 (as at 31 December 2012) via cash payment of RM1.014 million and issuance of 115,130,000 ordinary shares of RM0.10 each in NICE (“NICE Shares”) by NICE to the Creditor Banks. On 23 December 2014, the Company allotted 115,130,000 new ordinary shares to the Creditor Banks. On 6 May 2015, the Company announced that the Creditor Banks had confirmed that all amounts due and owing by YJI under credit/banking facilities granted by the Creditor Banks previously are fully settled and NICE is released from all liabilities in connection thereof.

13. Significant Related Party Transactions

There was no related party transaction in the financial period under review except the following:

	Transactions value for the period ended 30/6/2015 RM	Balance Outstanding RM
Advances from/(Repayment to) a subsidiary director, namely Dato Daniel Choong Yew Chee, for his advances* to a subsidiary company, namely Yikoni Gold (ShenZhen) Co. Ltd.,	(1,762,259)	8,641,783
Advances from/(Repayment to) a subsidiary director, namely Dato Daniel Choong Yew Chee, for his advances* to a subsidiary company, namely Yikon (HK) Limited	360,473	360,473

** The director's advances are unsecured, interest-free and repayable on demand.*

The Directors of the Company are of the opinion that the advances were entered into in the ordinary course of business and the terms have been established on a negotiated basis.

14. Contingent Assets

The Company has contingent receivable in the form of potential reimbursement from its former wholly-owned subsidiary, Yikon Jewellery Industry Sdn Bhd (the "former subsidiary").

The Company had issued corporate guarantees to AmBank Berhad, CIMB Bank Berhad, RHB Bank Berhad and United Overseas Bank (Malaysia) Berhad (the "Banks") for banking facilities granted to its former subsidiary for an amount of RM22,759,000/-. The former subsidiary had defaulted in the repayment of the Banks' borrowings during the period from 28th February 2010 to 12th July 2012, leading to a Debt Settlement Agreement being inked among the Banks, the Company and the former subsidiary on 26th June 2014. On 23rd December 2014, the Company executed the debt settlement with the allotment of 115,130,000 new ordinary shares to the Banks as full settlement for the former subsidiary's defaulted bank borrowings with the Banks, which as at 31st December 2013 amounted to RM18,314,300/-. Pursuant to the following arrangements, the Company is entitled to reimbursement from the former subsidiary for the settlement of the former subsidiary's borrowing with the Banks and related legal fees and charges incurred pertaining to the Banks legal suits and subsequent execution of the Debt Settlement Agreement:

- (i) Letter of undertaking dated 8 April 2013 and Suit Assignment Agreement dated 25 April 2013 from the former subsidiary assigning all its rights to money to be recovered from its Royal Mint suit to the Company

The former subsidiary had instituted legal proceedings under the Penang High Court ("the suit") against The Royal Mint of Malaysia Sdn Bhd ("RMM"), Paradym Resources Sdn Bhd ("PRI"), Azli Bin Abdul Rahman, Mimi Sharkina Bte Md Noh and Bank Negara Malaysia ("BNM") for inter-alia, the recovery of all the cupro nickel material stocks ("the stocks") which are currently held by BNM and which the former subsidiary had supplied to RMM for a value up to RM18,879,435/-.

14. Contingent Assets (Continued)

On 14th April 2014, the Company and BNM have reached settlement and entered into a consent judgement. It is recorded in the consent judgement that the former subsidiary and the 5th defendant BNM have been awarded joint ownership over the stocks which is currently held under custody of the Seremban Criminal Session Court. The consent judgement, inter alia, states that the former subsidiary and BNM shall jointly make an application to the Seremban Criminal Session Court for the release of the stocks from the court's custody. Both the former subsidiary and BNM shall then put up the stocks for public open tender, whereby both parties are also eligible to bid for the stocks with a reserve price of no less than 80% of the stocks market value. The proceeds from the sales of the stocks through the aforesaid open tender shall be split between the former subsidiary and BNM at the ratio of 40:60. NICE is entitled to the former subsidiary's split of the sales proceed pursuant to the Suit Assignment Agreement.

(ii) Assignment Agreement dated 24 Jan 2014

The former subsidiary, through the said agreement, has assigned to the Company, all its rights title and interest to receive part of the proceeds from the Landowner's Entitlement as defined in a Joint Venture Development Agreement dated 19th Nov 2012. NICE is entitled to receive up to RM8 million from the said assignment.

B. Explanatory Notes Pursuant to Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

15. Detailed Analysis of Group Performance for the Current Quarter and Financial Period-to-Date

The Group recorded a turnover of RM6.67 million in the current quarter which is reduction of 7.32% compared to RM7.20 million reported in the immediate preceding quarter. The revenue from the current quarter is normally lower than the preceding quarter due to the concentration of many festivities in the January to March period. Overall, the Group recorded RM38.22 million of total revenue for the 18-month financial period-to-date, which is only marginally higher by 6.1% compared to the total revenue of the previous 12-month financial year ended 31 December 2013. The stagnant revenue was due to China's retail market being affected adversely by the domestic economic downturn and the jewelry sector was affected significantly. The jewelry sales reduction likely also marked a shift in investment sentiments among the Chinese public in tandem with less volatility in the global gold price.

The Group's turnover is mainly contributed by retail operations of the China-based subsidiary, namely Yikoni Gold (ShenZhen) Co. Ltd. The current quarter revenue from the China operations before foreign exchange conversion is 13.02% lower compared with the corresponding calendar period in year 2014. The average gold price between the two corresponding calendar periods has dropped by around 7.43% while the foreign exchange rate from China Yuan Renminbi to Ringgit Malaysia has appreciated by 19.19%.

As at the end of the reporting quarter, the Group maintains and operates a total of 9 retail outlets for its China operation.

The Group recorded loss before taxation of RM1.63 million for the current quarter and loss before taxation of RM4.29 million for the financial period-to-date. The Company has completed a Debt Settlement exercise through the issuance of 115,130,000 new ordinary shares with a fair value of RM13.82 million to the Creditor Banks. The completion of the Debt Settlement exercise has resulted in a reversal of RM4.50 million on loss arising from provision for Corporate Guarantee Liability.

16. Comment on Material Change in the Profit before Taxation for the Current Quarter Compared with the Immediate Preceding Quarter

The Group recorded a loss before taxation of RM1.63 million in the current quarter compared to a loss before tax of RM1.48 million in the immediate preceding quarter. During the current reporting period, a Debt Settlement exercise was completed and the Creditor Banks refunded cash advance deposit made by the Company, resulting in a reversal of further RM1.01 million on the loss arising from provision for Corporate Guarantee Liability.

17. Current Year Prospects

The Group plans to expand its Malaysia operations and refocus on the domestic market. The initiative is given fresh impetus with the implementation of the Proposed Private Placement. The Board is of the opinion that the existing overseas operation in China is constrained by excessive competition and fluctuations of the foreign exchange. The heightened competition to the Group's operation in China has resulted in low margin as the Group puts in effort to defend its market share. At the present moment, due to capital constraint, the Group will not be expanding its China based retail network. Barring any unforeseen circumstances, the Group expects the sales from the existing retail network in China to maintain its current performance.

The Company had first announced PN1 status on 6 August 2012 and every month thereafter. Following the announcement as reported under Note 12, NICE's PN1 status is regularized and uplifted.

18. Profit Forecast

Not applicable as no profit forecast was published.

19. Taxation

The taxation of the Group for the financial period under review is as follows:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year- To-Date	Preceding Year-To-Date
	30/06/2015 RM'000	RM'000	30/06/2015 RM'000	RM'000
Tax Expense				
Malaysia -current year	-	n/a	-	n/a
Malaysia -prior year	-		-	
Overseas- current year	-		-	
Total	-	-	-	-
Deferred Tax Expenses				
Malaysia -current year	-	n/a	-	n/a
Malaysia -prior year	-		-	
Subtotal	-	-	-	-
Total	-	-	-	-

20. Status of Corporate Proposals Announced

There were no corporate proposals that have been announced by the Company but not completed at the date of this announcement except for the following:

Proposed Debts Settlement and Proposed Assignment

On 24 April 2013, the Company announced the acceptance of the offer letters from the Creditor Banks for:

- proposed debts settlement on behalf of Yikon Jewellery Industry Sdn Bhd (“YJI”) in respect of YJI’s outstanding debts to AmBank Berhad, CIMB Bank Berhad, RHB Bank Berhad and United Overseas Bank (Malaysia) Berhad (“Creditor Banks”); and
- discharge of corporate guarantee issued by NICE favouring Creditor Banks for banking facilities granted to YJI.

(collectively “Proposed Debts Settlement”)

The salient terms of Proposed Debts Settlement, inter-alia, are as follows:

- (i) Creditor Banks have agreed, in principle, to accept a full and final settlement sum of RM11,512,725 (“Settlement Sum”) as settlement of the total outstanding bank loans of YJI as at 31 December 2012 of RM16,593,232.61; and
- (ii) NICE will settle the Settlement Sum via a proposed issuance of 104,898,790 new ordinary share of RM0.10 each in NICE at par value and RM1,022,846 cash.

In return of NICE’s settlement, on behalf of YJI, in respect of its outstanding debts to Creditor Banks, YJI have agreed to provide the irrevocable undertaking to assign all of YJI’s rights to receive compensation under legal suit against, amongst others, Bank Negara Malaysia for inter-alia, the recovery of all the “cupro nickel” material stocks which are currently held by Bank Negara Malaysia, and which material stocks YJI had supplied to The Royal Mint of Malaysia Sdn Bhd for value of up till RM18,879,435.23 to NICE (“Proposed Assignment”).

On 30th June 2014, M&A Securities Sdn Bhd (“M&A”) has on behalf of NICE, announced that NICE has entered into a Debt Settlement Agreement with the Creditor Banks on 26 June 2014. Pursuant to the Debt Settlement Agreement, NICE intends to undertake a proposed debt settlement of debt owing by YJI, in respect of YJI’s outstanding debts to the Creditor Banks in the aggregate sum of RM16,593,232.62 (as at 31 December 2012) via cash payment of RM1.014 million and issuance of 115,130,000 ordinary shares of RM0.10 each in NICE (“NICE Shares”) by NICE to the Creditor Banks (“Proposed Debt Settlement”).

Through an Extraordinary General Meeting held on 22 December 2014, the Company has obtained the shareholders’ approval to proceed with the Proposed Debt Settlement. The Company subsequently allotted 115,130,000 new ordinary shares to the Creditor Banks on 23 December 2014. Following the announcement as reported under Note 12, NICE’s PN1 status is regularized and uplifted.

20. Status of Corporate Proposals Announced (Continued)

Proposed Private Placement

On 30th June 2014, M&A has on behalf of NICE, announced that NICE intend to undertake a Proposed private placement of up to 69,639,000 new NICE Shares to independent third party investor(s) to be identified at an issue price of RM0.15 per NICE Share (“Proposed Private Placement”).

Through an Extraordinary General Meeting held on 22 December 2014, the Company has obtained the shareholders’ approval to proceed with the Proposed Private Placement. The Proposed Private Placement may be implemented in tranches within six months after the receipt of all relevant approvals for the Proposed Private Placement and shall depend on investors’ interest at the point of the implementation.

On 20 March 2015, M&A on behalf of the Board of Directors of NICE, announced that Bursa Malaysia Securities Berhad had vide its letter dated 20 March 2015 resolved to grant an extension of time of six (6) months until 24 September 2015 for NICE to complete the Proposed Private Placement.

On 14 April 2015, NICE allotted 35,600,000 new ordinary shares under the private placement exercise.

On 18 August 2015, NICE allotted 10,000,000 new ordinary shares under the private placement exercise.

The Proposed Debt Settlement and Proposed Private Placement (collectively referred to as “Proposals”) are not inter-conditional upon each other and not conditional upon any other corporate proposals undertaken or to be undertaken by NICE, if any.

21. Status of Utilisation of Proceeds Raised from Corporate Proposal

The net proceeds raised from Private Placement is tabulated below:

	Maximum scenario as per Proposed Private Placement RM'000	Cumulative Private Placement executed as at 30 June 2015 RM'000	Cumulative Private Placement executed as at 28 August 2015 RM'000
Proceeds from Issuance of Private Placement Shares	10,446	5,340	6,840
Expenses of the Corporate Exercise	(500)	(500)	(500)
Working Capital Available	9,946	4,840	6,340

The proceeds of RM6.34 million from the Private Placement has been utilised in the following manner as at the latest practicable date of this report:

Purpose	Proposed Utilisation RM'000	Actual Utilisation as at 30/6/15 RM'000	Actual Utilisation as at latest practicable date of this report RM'000	Intended Timeframe for Utilisation
Purchase of inventory	9,946	4,635	4,635	12 months from the listing of the Placement Shares
	9,946	4,635	4,635	

Remark: RM4.635 million has been utilised as deposit in an arrangement to procure inventory.

Intended Timeframe for Proceed Utilisation:

Tranches of Private Placement Shares Listed	Net Proceed (RM'000)	12 months from Listing Date
35.6 million Placement Shares listed on 16.4.15	4,840	17.4.16
10 million Placemenet Shares listed on 20.8.15	1,500	21.8.16
	6,340	

22. Group Borrowings and Debt Securities

The Group borrowing as at 30 June 2015 is as follows:

	As at 30/6/2015 RM'000	As at 31/12/2013 RM'000
Amount payable within 12 months	79	81
Amount payable after 12 months	149	259
Total	<u>228</u>	<u>340</u>

The bank borrowing of the Group is in Ringgit Malaysia. The bank borrowing of the Company is unsecured and the subsidiaries of the Company do not have bank borrowing as at the end of the reporting period.

23. Changes In Material Litigation

As at the latest practicable date, neither the Company nor any of its subsidiary companies is engaged in any material litigation, either as plaintiff or defendant and the Directors of the Company are not aware of any proceedings pending or threatened against the Company and its subsidiary companies or of any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business of the Group save as announced :-

On 6 August 2012, the Company was served with a Writ of Summons (No. 22NCC-1095-07/2012) by AmBank (M) Berhad for the entire outstanding amount of RM1,228,735.21 as at 15 May 2012 plus interests, costs and further and other reliefs as the Court may deem fit pursuant to a suit filed by the bank in the High Court of Malaya, Kuala Lumpur on 17 July 2012. On 28 February 2013, AmBank had withdrawn the claim against NICE with liberty to file afresh.

On 16 August 2012, the Company was served with a Writ of Summons (No. 22NCVC-566-08/2012) by RHB Bank Berhad for the entire outstanding amount of RM8,916,047.72 as at 30 June 2012 plus interests, costs and further and other reliefs as the Court may deem fit pursuant to a suit filed by the bank in the High Court of Malaya, Penang on 9 August 2012. On 16 July 2013, RHB had withdrawn the claim against NICE with liberty to file afresh and with no order as to cost.

On 27 August 2012, the Company was served with a Writ of Summons (No. 22NCVC-560-08/2012) by CIMB Bank Berhad for a sum of RM2,330,808.17 as at 16 July 2012 plus interest, costs and further and other relief as the Court may deem fit pursuant to a suit filed by the bank in the High Court of Malaya, Pulau Pinang on 2 August 2012. On 1 August 2013, CIMB had withdrawn the claim against NICE with liberty to file afresh and with no order as to cost.

On 12 October 2012, the Company was served with a Writ of Summons (No. 22NCC-1485-10/2012) by United Overseas Bank (Malaysia) Bhd for a sum of RM3,350,866.45 as at 31 August 2012 plus interest, costs on a full indemnity basis and any order or other relief as the Court may deem fit pursuant to a suit filed by the bank in the High Court of Malaya, Kuala Lumpur on 5 October 2012. The suit against NICE was struck out with liberty to file afresh by UOB and with no order as to cost, vide a mediation court session on 17 January 2013.

24. Changes In Material Litigation (Continued)

Pursuant to a Debt Settlement Agreement dated 24 June 2014 signed by NICE and YJI with the Creditor Banks, NICE had allotted 115,130,000 new ordinary shares to the Creditor Banks on 23 December 2014. On 6 May 2015, the Company announced that the Creditor Banks had confirmed that all amounts due and owing by YJI under credit/banking facilities granted by the Creditor Banks previously are fully settled and NICE is released from all liabilities in connection thereof.

25. Proposed Dividend

No dividend has been proposed for the current quarter and financial period-to-date.

26. Earnings Per Share

(i) Basic Earnings Per Share	Individual Quarter		Cumulative Quarters	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year Quarter	Preceding Year Corresponding Quarter
	30/06/2015		30/06/2015	
Net profit/(loss) attributable to owners of the Company (Basic EPS numerator) (RM'000)	(681)	n/a	(1,105)	n/a
Weighted average number of ordinary shares in issue (Basic EPS denominator) ('000)	263,637		163,142	
Basic earnings/(loss) per share (sen)	(0.26)		(0.68)	

(ii) Diluted Earnings Per Share	Individual Quarter		Cumulative Quarters	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year Quarter	Preceding Year Corresponding Quarter
	30/06/2015		30/06/2015	
Net profit/(loss) attributable to owners of the Company (Diluted EPS numerator) (RM'000)	(681)	n/a	(1,105)	n/a
Weighted average number of ordinary shares in issue ('000)	263,637		163,142	
Effect of dilution - Warrants 2012/2017 ('000)	-		-	
Adjusted weighted average number of ordinary shares in issue (Diluted EPS denominator) ('000)	263,637		163,142	
Basic earnings/(loss) per share (sen)	(0.26)		(0.68)	

The Warrants have anti-dilutive effect on the individual fourth quarter net loss attributable to the owners of the Company. Because there is no share options with dilutive potential during the period, the diluted earnings per share is equal to basic earnings per share for individual fourth quarter.

27. Realised and Unrealised Retained Profits

	As at 30.6.2015 Restated RM'000	As at 31.12.2013 Restated RM'000
Total retained profits / (accumulated losses) of the Company and its subsidiaries		
- Realised	(28,514)	(22,756)
- Unrealised	(5)	(6,805)
	<u>(28,519)</u>	<u>(29,561)</u>
Less: Consolidation Adjustment	7,754	9,901
Total Group retained profits / (accumulated losses) as per consolidated accounts	<u>(20,765)</u>	<u>(19,660)</u>

28. Notes to Statement of Comprehensive Income

Profit / (Loss) Before Taxation is arrived at after (charging) / crediting the following items:

	Current Quarter RM '000	Cumulative Quarter RM '000
(a) Interest Income	14	21
(b) Other Income	998	4,571
(c) Interest Expense	(3)	(21)
(d) Depreciation and Amortization	(28)	(572)
(e) Provision / Write off of Receivables	-542	-542
(f) Provision / Write off of Inventories	n/a	n/a
(g) Gain / (Loss) on Disposal of quoted or unquoted investments or properties	n/a	n/a
(h) Impairment of Assets	-	-
(i) Foreign Exchange Gain / (Loss)	(1)	(12)
(j) Gain / (Loss) on derivatives	n/a	n/a
(k) Exceptional Items	n/a	n/a

By Order of the Board
Ong Tze-En (MAICSA 7026537)
Company Secretary
Dated this 30 October 2015