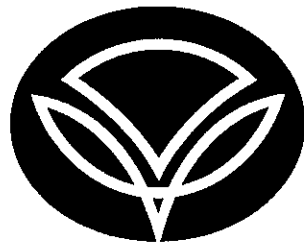


**CAELY HOLDINGS BHD.
(COMPANY NO. 408376-U)**

**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED 31 DECEMBER 2013**



Caely

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

| | Current Year Quarter 31.12.2013 RM | Preceding Year Corresponding Quarter 31.12.2012 RM | Current Year to Date 31.12.2013 RM | Preceding Corresponding Year to Date 31.12.2012 RM |
|---|---|--|---|--|
| Revenue | 25,309,674 | 24,113,792 | 74,536,057 | 67,965,136 |
| Operating expenses | (23,853,554) | (23,979,359) | (68,447,070) | (67,535,657) |
| Other operating income | 333,985 | 634,206 | 1,268,377 | 1,434,619 |
| Profit / (Loss) from operations | 1,790,105 | 768,639 | 7,357,365 | 1,864,098 |
| Finance cost | (503,407) | (205,883) | (1,074,184) | (535,331) |
| Profit / (Loss) before taxation | 1,286,697 | 562,756 | 6,283,180 | 1,328,767 |
| Taxation | 188,000 | (206,467) | (327,016) | (299,800) |
| Profit / (Loss) from continuing operations | 1,474,697 | 356,289 | 5,956,164 | 1,028,967 |
| Other comprehensive income | - | - | - | - |
| Total comprehensive income | 1,474,697 | 356,289 | 5,956,164 | 1,028,967 |
| Total comprehensive income attributable to: | | | | |
| Owners of the Company | 1,551,593 | 356,289 | 6,117,368 | 1,028,967 |
| Non-controlling interest | (76,896) | - | (161,204) | - |
| Total comprehensive income | 1,474,697 | 356,289 | 5,956,164 | 1,028,967 |
| Earnings per share: | | | | |
| - basic (sen) | 1.8 | 0.4 | 7.4 | 1.3 |
| - diluted (sen) | N/A | N/A | N/A | N/A |

The Condensed Consolidated Income Statements should be read in conjunction with the audited financial statements for the financial year ended 31 March 2013.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

| | As at 31.12.2013 RM (Unaudited) | As at 31.03.2013 RM (Restated) | As at 01.04.2012 RM (Restated) |
|--|--|---|---|
| NON CURRENT ASSETS | | | |
| Property, plant and equipment | 26,420,847 | 26,690,279 | 26,391,981 |
| Prepaid lease payments | 316,892 | 320,439 | 325,168 |
| Deferred tax assets | 0 | 0 | 92,439 |
| Goodwill | 0 | 172,022 | 0 |
| Receivables, deposits and prepayments | <u>12,205</u> | <u>13,907</u> | <u>60,070</u> |
| | <u>26,749,944</u> | <u>27,196,647</u> | <u>26,869,658</u> |
| CURRENT ASSETS | | | |
| Property development costs | 16,048,255 | 12,221,114 | 4,546,997 |
| Inventories | 15,387,564 | 23,849,893 | 25,587,108 |
| Receivables, deposits and prepayments | 38,182,328 | 19,734,122 | 17,674,326 |
| Derivative financial instruments | 25,548 | 10,177 | 8,916 |
| Tax recoverable | 387,438 | 518,977 | 689,001 |
| Marketable securities | 781,412 | 2,199,194 | 2,141,947 |
| Deposits, bank and cash balances | <u>8,718,058</u> | <u>6,993,617</u> | <u>5,047,894</u> |
| | <u>79,530,603</u> | <u>65,527,094</u> | <u>55,696,189</u> |
| Non current assets held for sale | <u>0</u> | <u>0</u> | <u>1,442,562</u> |
| TOTAL ASSETS | <u>106,280,547</u> | <u>92,723,741</u> | <u>84,008,409</u> |
| EQUITY AND LIABILITIES | | | |
| Share capital | 40,000,000 | 40,000,000 | 40,000,000 |
| Reserves | 31,472,560 | 25,355,192 | 23,674,337 |
| Non-controlling interest | (305,539) | (144,335) | 0 |
| Equity attributable to owners of the Company | <u>71,167,021</u> | <u>65,210,857</u> | <u>63,674,337</u> |
| NON CURRENT LIABILITIES | | | |
| Hire-purchase creditors | 272,095 | 430,334 | 541,183 |
| Term loan | 4,701,817 | 4,726,526 | 192,641 |
| Payables and accruals | 17,416 | 33,090 | 53,990 |
| Deferred tax liabilities | <u>832,033</u> | <u>1,322,270</u> | <u>811,305</u> |
| | <u>5,823,361</u> | <u>6,512,220</u> | <u>1,599,119</u> |

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Continued)**

| | As at 31.12.2013 RM (Unaudited) | As at 31.03.2013 RM (Restated) | As at 01.04.2013 RM (Restated) |
|---|--|---|---|
| CURRENT LIABILITIES | | | |
| Payables and accruals | 20,675,868 | 11,802,046 | 10,641,111 |
| Derivative financial instruments | 102,202 | 1,950 | 35,331 |
| Hire-purchase creditors | 217,294 | 229,181 | 186,416 |
| Short term bank borrowings | | | |
| - bank overdrafts | 5,009,565 | 5,661,142 | 4,186,675 |
| - others | 2,323,702 | 2,827,082 | 2,065,500 |
| Term loan | 537,844 | 477,318 | 153,544 |
| Current tax liabilities | 423,690 | 1,945 | 5,900 |
| | <u>29,290,165</u> | <u>21,000,664</u> | <u>17,274,477</u> |
| Liabilities associated with assets held for sale | <u>0</u> | <u>0</u> | <u>1,460,476</u> |
| TOTAL LIABILITIES | <u>35,113,526</u> | <u>27,500,979</u> | <u>20,334,072</u> |
| TOTAL EQUITY AND LIABILITIES | <u>106,280,547</u> | <u>92,723,741</u> | <u>84,008,409</u> |
| Net Assets per share of RM0.50 each | <u><u>0.89</u></u> | <u><u>0.82</u></u> | <u><u>0.80</u></u> |

The Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the financial year ended 31 March 2013.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| | Attributable to owners of the Company | | | | | | | |
|--|---------------------------------------|---------------|--------------------------|---------------------|------------------|------------|--------------------------|--------------|
| | Share capital | Share premium | Reserve on consolidation | Revaluation reserve | Retained profits | Total | Non-controlling interest | Total equity |
| | RM | RM | RM | RM | RM | RM | RM | RM |
| At 1 April 2012 – as restated | 40,000,000 | 9,419,360 | 80,344 | 6,645,018 | 7,494,033 | 63,638,755 | - | 63,638,755 |
| Effects of reversion to FRS | - | - | - | 36,835 | (1,253) | 35,582 | - | 35,582 |
| Restated balance | 40,000,000 | 9,419,360 | 80,344 | 6,681,853 | 7,492,780 | 63,674,337 | - | 63,674,337 |
| Net profit for the financial year | | | | | 1,028,967 | 1,028,967 | | 1,028,967 |
| At 31 December 2012 | 40,000,000 | 9,419,360 | 80,344 | 6,681,853 | 8,521,747 | 64,703,304 | - | 64,703,304 |
| At 1 April 2013 | 40,000,000 | 9,419,360 | 80,344 | 6,645,018 | 9,175,293 | 65,320,015 | (144,335) | 65,175,680 |
| Effects of reversion to FRS | - | - | - | 36,835 | (1,658) | 35,177 | - | 35,177 |
| Restated balance | 40,000,000 | 9,419,360 | 80,344 | 6,681,853 | 9,173,635 | 65,355,192 | (144,335) | 65,210,857 |
| Net profit / (loss) for the financial year | - | - | - | - | 6,117,368 | 6,117,368 | (161,204) | 5,956,164 |
| At 31 December 2013 | 40,000,000 | 9,419,360 | 80,344 | 6,681,853 | 15,291,003 | 71,472,560 | (305,539) | 71,167,021 |

The Condensed Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 March 2013.

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

| | 31.12.2013 RM (Unaudited) | 31.12.2012 RM (Unaudited) |
|--|---------------------------------|---------------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit from continuing operations | 5,956,164 | 1,028,967 |
| Adjustments for: | | |
| Property, plant and equipment | | |
| - depreciation | 1,324,530 | 1,212,634 |
| - write off | - | 1,421 |
| Amortisation of prepaid lease payments | 3,547 | 3,548 |
| Impairment of Goodwill | 172,022 | - |
| Allowance for doubtful debts | 214,249 | - |
| Writeback of doubtful debts | (64,935) | (5,829) |
| Interest expense | 692,481 | 433,455 |
| Interest income | (104,160) | (118,528) |
| Gross dividend income from marketable securities | (12,031) | (32,407) |
| Fair Value (gain) / loss on marketable securities | (19,063) | 77,486 |
| (Gain) / Loss on disposal of marketable securities | (7,577) | 1,468 |
| Fair value (gain) / loss on derivative financial instruments | 84,881 | (31,685) |
| Taxation | 327,016 | 299,800 |
| | <u>8,567,124</u> | <u>2,870,330</u> |
| Net movements in working capital: | | |
| Inventories | 8,462,329 | 765,188 |
| Property development cost | (3,827,142) | (518,673) |
| Receivables | (18,595,818) | (4,570,020) |
| Payables | <u>8,858,148</u> | <u>(1,812,464)</u> |
| Cash flows generated from /(used in) operations | 3,464,641 | (3,265,639) |
| Interest paid | (692,481) | (433,455) |
| Tax refund | - | 638,943 |
| Tax paid | <u>(263,969)</u> | <u>(265,258)</u> |
| Net operating cash flow | <u>2,508,191</u> | <u>(3,325,409)</u> |

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the financial year ended 31 March 2013.

CONDENSED CONSOLIDATED CASH FLOW STATEMENT (Continued)

| | 31.12.2013 RM (Unaudited) | 31.12.2012 RM (Unaudited) |
|--|---------------------------------|---------------------------------|
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Property, plant and equipment | | |
| - payments for acquisition | (656,260) | (490,440) |
| - proceeds from disposals | 1,162 | - |
| Interest income received | 104,160 | 118,528 |
| Dividend income received | 12,031 | 31,907 |
| Marketable securities | | |
| - payment for acquisition | (295,251) | (1,143,514) |
| - proceeds from disposals | 1,739,673 | 1,144,560 |
| Net Investing cash flow | <u>905,515</u> | <u>(338,959)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Deposits pledged as securities | (2,174,913) | - |
| (Repayments of)/ Proceeds from short term bank borrowings | (503,380) | 545,948 |
| Repayments of hire-purchase creditors | (170,126) | (144,401) |
| Repayments of term loan | (364,183) | (105,676) |
| Net financing cash flow | <u>(3,212,602)</u> | <u>295,871</u> |
| Net movement in cash and cash equivalents | 201,106 | (3,368,497) |
| Cash and cash equivalent at beginning of the financial period/year | <u>(3,120,526)</u> | <u>387,877</u> |
| Cash and cash equivalent at end of the financial period/year | <u><u>2,919,420</u></u> | <u><u>(2,980,620)</u></u> |

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the financial year ended 31 March 2013.

1. Basis of Preparation

The interim financial statements are unaudited and are prepared in accordance with Financial Reporting Standards (“FRS”) 134 - Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2013.

The accounting policies and methods of computation adopted in these interim financial statements are consistent with those adopted for the annual financial statements for the year ended 31 March 2013, except for the following FRSs and Amendments to FRSs which were adopted by the Group:

| | |
|----------------------|---|
| FRS 10 | Consolidated Financial Statements |
| FRS 11 | Joint Arrangements |
| FRS 12 | Disclosures of Interests in Other Entities |
| FRS 13 | Fair Value Measurements |
| FRS 119 | Employee Benefits |
| FRS 127 | Separate Financial Statements |
| FRS 128 | Investments in Associates and Joint Ventures |
| Amendment to FRS 101 | Presentation of items of Other Comprehensive Income |

The application of the above new accounting standards does not have a material impact on the Group’s financial statements.

Migration to MFRS Framework

On 19 November 2011, the Malaysian Accounting Standard Board (“MASB”) issued a new MASB approved accounting framework, the MFRS Framework. Entities other than private entities shall apply the MFRS Framework for annual period beginning on or after 1 January 2012, with the exception of entities subject to the application of MFRS 141 – Agriculture and/or IC Interpretation 15 - Agreements for the Construction of Real Estate, including its parents, significant investor and venture (“Transitioning Entities”)

Transitioning Entities have been given option to defer adoption of the MFRS Framework for an additional three years. Thus, the adoption of the MFRS Framework by Transitioning Entities shall be mandatory for annual periods beginning on or after 1 January 2015.

Basis of preparation (Continued)

The Group meets the scope definition of Transitioning Entities and has opted to defer adoption of the MFRS Framework. The Group adopted MFRS for its last financial year and is now reverting to FRSSs.

The Group will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 March 2016. For its first MFRS financial statements, the Group will restate the comparative financial statements to reflect the application of the MFRS Framework. Most of the adjustments required on transition will be made retrospectively against opening retained earnings.

2. Qualification of Auditors' Report

The auditors' report of the preceding financial statements ended 31 March 2013 was not subject to any qualification.

3. Seasonal or Cyclical Factors

The business of the Group was not affected materially by any seasonal or cyclical factors for the quarter under review.

4. Extraordinary or Exceptional Items

There were no extraordinary or exceptional items for the current financial period under review.

5. Changes in Estimates

There were no material changes in the estimates that have had a material effect in the current financial quarter.

6. Debts and Equity or Securities

There were no issuance and repayment of debts and equity securities, share buy-back, share cancellations, share held as treasury shares and resale of treasury shares for period under review.

7. Dividend Paid

No dividend has been paid during the current financial quarter.

8. Segmental information

| Financial year ended 31.12.2013 | Direct Selling/Retail RM | Property development & construction RM | Manufacturing Sales (OEM) RM | Manufacturing Sales (Own Brand) RM | Others RM | Total RM |
|------------------------------------|--------------------------------|---|---------------------------------------|---|----------------|-------------------|
| <u>Sales</u> | | | | | | |
| Total sales | 2,614,771 | 28,321,009 | 43,105,925 | 1,390,681 | 11,668,700 | 87,101,086 |
| Intersegment sales | - | - | - | (1,310,744) | (11,254,285) | (12,565,029) |
| External sales | <u>2,614,771</u> | <u>28,321,009</u> | <u>43,105,925</u> | <u>79,937</u> | <u>414,415</u> | <u>74,536,057</u> |
| <u>Results</u> | | | | | | |
| Profit / (loss) on operations | (2,080,246) | 7,834,386 | 3,320,240 | (709,006) | (1,008,010) | 7,357,364 |
| Finance cost | 541,122 | (663,164) | (653,060) | (11,416) | (287,666) | (1,074,184) |
| Profit before tax | | | | | | 6,283,180 |
| Taxation | | | | | | (327,016) |
| Net profit for the period | | | | | | <u>5,956,164</u> |
| Segment assets | 22,378,498 | 22,555,245 | 35,166,847 | 13,520,753 | 12,659,204 | 106,280,547 |
| Segment liabilities | 8,610,175 | 9,141,840 | 14,093,156 | 1,776,323 | 1,492,032 | 35,113,526 |
| Interest income | 5,051 | - | 96,933 | - | 2,176 | 104,160 |
| Capital expenditure | 12,790 | 40,113 | 615,358 | 251,359 | 136,640 | 1,056,260 |
| Depreciation and amortisation | 89,198 | 60,084 | 721,332 | 274,891 | 182,572 | 1,328,077 |

Segmental information (Continued)

| Financial year ended 31.12.2012 | Direct Selling/Retail RM | Property development & construction RM | Manufacturing Sales (OEM) RM | Manufacturing Sales (Own Brand) RM | Others RM | Total RM |
|------------------------------------|--------------------------------|---|---------------------------------------|---|--------------|-------------------|
| <u>Sales</u> | | | | | | |
| Total sales | 2,867,687 | 17,306,099 | 47,791,350 | 1,452,000 | 7,814,312 | 77,231,448 |
| Intersegment sales | - | - | - | (1,452,000) | (7,814,312) | (9,266,312) |
| External sales | <u>2,867,687</u> | <u>17,306,099</u> | <u>47,791,350</u> | <u>-</u> | <u>-</u> | <u>67,965,136</u> |
| <u>Results</u> | | | | | | |
| Profit / (loss) on operations | (2,322,247) | 1,957,135 | 2,120,335 | 364,108 | (255,233) | 1,864,098 |
| Finance cost | (96,265) | (39,170) | (307,829) | (74,911) | (17,156) | (535,331) |
| Profit before tax | | | | | | 1,328,767 |
| Taxation | | | | | | (299,800) |
| Net profit for the period | | | | | | <u>1,028,967</u> |
| Segment assets | 12,396,570 | 11,125,336 | 45,267,540 | 14,724,203 | 4,213,857 | 87,727,506 |
| Segment liabilities | 2,778,302 | 5,221,660 | 12,203,499 | 2,287,541 | 533,200 | 23,024,202 |
| Interest income | 8 | - | 114,736 | - | 3,784 | 118,528 |
| Capital expenditure | 196,559 | 48,523 | 15,696 | 263,662 | - | 524,440 |
| Depreciation and amortisation | 101,792 | 43,991 | 836,540 | 178,827 | 55,032 | 1,216,182 |

9. Valuations of property, plant and equipment

The valuations of property, plant and equipment have been brought forward without any amendments from the financial statements for the financial period ended 31 March 2013.

10. Subsequent events

There have been no material events subsequent to the financial period end that require adjustment or disclosure in these interim financial statements.

11. Changes in composition of the Group

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

12. Contingent liabilities and contingent assets

There are no contingent liabilities nor contingent assets to be disclosed as at the date of these interim financial statements.

13. Performance review

For the current quarter under review, the Group recorded revenue of RM25.3 million, an increase of RM1.2 million when compared to the same period last year. For the cumulative nine months, revenue was also higher by RM6.6 million over last year corresponding period. The increase in revenue was mainly contributed by the Property and Construction segment (RM11 million) while the OEM and Direct Selling segments recorded a decline (RM4.7 million and RM0.2 million respectively).

The Group profit after tax for the current quarter was close to RM1.5 million, an increase of about RM1.2 million from the preceding year corresponding quarter of RM0.3 million. This increase in profit after tax was mainly attributable to the higher profit recorded by the property and construction segment (RM1.8 million). However in the OEM segment, in line with the decline in revenue of RM6.4 million when compared to last year preceding quarter, the OEM's profit after tax was lower by RM0.7 million. In addition, the after tax loss for both the manufacturing (own brand) and Other segments were lower by RM0.3 million and RM0.5 million respectively while the Direct Selling segment after tax loss improved by RM1.0 million when compared to the preceding year corresponding quarter due to lesser operating costs.

For the cumulative nine months, the Group profit after tax increased by RM4.9 million when compared to the preceding year corresponding period. The bulk of the increase in profit after tax was mainly contributed by the Property and Construction segment.

14. Quarterly results comparison

The Group recorded revenue of RM25.3 million for the current quarter, a marginal decline of RM0.8 million as compared to RM26.1 million achieved in the immediate preceding quarter. The Group's profit after tax for the current quarter when compared to the immediate preceding quarter declined by RM0.6 million to RM1.5 million. This was mainly due to higher operating cost incurred for the current quarter from the Property and Construction segment.

15. Prospects for the current financial year

The Group anticipates the operating environment to remain challenging for the remaining financial year due to the competitive environment as well as the rising operating costs. Nevertheless, the Group will continue to focus on core businesses and exercise prudence measures to lessen the impact these challenges may have on the performance of the Group. Barring any unforeseen circumstances, the Board is cautiously optimistic that the financial performance for the financial year will be satisfactory.

16. Profit forecast and profit guarantee

Not applicable.

17. Taxation

| | Current Year Quarter 31.12.2013 RM | Preceding Year Corresponding Quarter 31.12.2012 RM | Current Year to Date 31.12.2013 RM | Preceding Corresponding Year to Date 31.12.2012 RM |
|-----------------------|---|--|---|--|
| Taxation | | | | |
| - current year | (44,157) | (100,163) | 827,739 | 91,890 |
| - prior year | (10,485) | (174,984) | (10,485) | (174,984) |
| Deferred taxation | | | | |
| - current year | 43,772 | 481,614 | (313,108) | 382,894 |
| - prior year | (177,130) | - | (177,130) | - |
| Tax charge / (credit) | <u>(188,000)</u> | <u>206,467</u> | <u>327,016</u> | <u>299,800</u> |

The Group's effective tax rate was lower than the statutory tax rate mainly due to the utilisation of previous years' tax losses in certain profit making subsidiaries.

18. Unquoted investments and properties

There were no other material transactions involving unquoted investments and properties during the financial quarter under review.

19. Corporate proposal

On 27 June 2011, Caely (M) Sdn Bhd, a subsidiary of the Group, entered into a sale and purchase agreement (“SPA”) to acquire a piece of land for a total consideration of RM3,695,300 consisting of RM1,925,300 in cash and RM1,770,000 in kind. The SPA is still pending completion.

20. Borrowings and debts securities

There were no debts securities for the current financial period to date. Particulars of the Group’s borrowings as at 31 December 2013 are as follows:

| | Current RM | Non-current RM | Total RM |
|-------------------------|------------------|-------------------|-------------------|
| <u>Ringgit Malaysia</u> | | | |
| Secured | 5,596,369 | 4,937,912 | 10,534,281 |
| Unsecured | 467,386 | 0 | 467,386 |
| | <u>6,063,755</u> | <u>4,937,912</u> | <u>11,001,667</u> |
| <u>US Dollar</u> | | | |
| Secured | 2,024,650 | 0 | 2,024,650 |
| | <u>8,088,405</u> | <u>4,937,912</u> | <u>13,026,317</u> |

21. Derivative financial instruments

The derivative instruments for foreign currency forward contracts and option forward contracts are as follows:

| | Contract / Notional amount RM | Fair value as at 31.12.2013 RM | Fair value Gain / (loss) as at 31.12.2013 RM |
|------------------------------------|--|---|---|
| Foreign currency forward contracts | | | |
| - less than 1 year | 3,071,588 | 3,102,246 | (30,659) |
| Option forward contracts | | | |
| - less than 1 year | 1,316,200 | 1,362,195 | (45,995) |

Derivative financial instruments (Continued)

The management objectives and policies in respect of the above derivatives and its various risk management are consistent with those adopted during the last financial year ended 31 March 2013.

22. Fair value changes of financial liabilities

As at 31 December 2013, the Group does not have any financial liabilities measured at fair value through profit or loss.

23. Changes in material litigation

There is no material litigation as at the date of these interim financial statements.

24. Proposed dividend

The Directors do not recommend any payment of dividends in respect of the nine months ended 31 December 2013.

25. Earnings per share

The earnings per ordinary share is calculated by dividing the net profit after tax and non-controlling interest for the period by the weighted average number of ordinary shares in issue during the period.

| | Current Year Quarter 31.12.2013 | Preceding Year Corresponding Quarter 31.12.2012 | Current Year to Date 31.12.2013 | Preceding Corresponding Year to Date 31.12.2012 |
|---|---------------------------------------|--|---------------------------------------|--|
| Net profit / (loss) for the period (RM) | 1,474,697 | 356,289 | 5,956,164 | 1,028,967 |
| Weighted average number of ordinary shares in issue ('000) | 80,000 | 80,000 | 80,000 | 80,000 |
| Basic earnings per share (sen) | 1.8 | 0.4 | 7.4 | 1.3 |
| Diluted earnings per share (sen) | <u>N/A</u> | <u>N/A</u> | <u>N/A</u> | <u>N/A</u> |

26. Capital commitments

As at 31 December 2013, there was no capital commitment for the purchase of property, plant and equipment not provided for in the interim financial statements.

27. Disclosure of realised and unrealised retained earnings

| | Current Year to Date 31.12.2013 RM | As at the End of Financial Year 31.03.2013 RM |
|---|---|--|
| Total retained earnings of the Company and its subsidiaries | | |
| Realised | 45,971,797 | 40,393,920 |
| Unrealised | (890,882) | (1,361,555) |
| | <u>45,080,915</u> | <u>39,032,365</u> |
| Less: Consolidation adjustments | (29,789,912) | (29,857,072) |
| Total Group retained earnings as per consolidated accounts | <u>15,291,003</u> | <u>9,175,293</u> |

The determination of realised and unrealised profit is compiled based on the format prescribed by Bursa Malaysian - Guidance of Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

28. Profit / (Loss) before taxation

The profit / (loss) before taxation is arrived at after crediting / (charging) the following income / (expenses):

| | Current Year Quarter 31.12.2013 | Current Year To Date 31.12.2013 |
|---|---------------------------------------|---------------------------------------|
| (a) Interest income | 34,762 | 104,160 |
| (b) Other income including investment income | 1,393 | 12,031 |
| (c) Interest expense | 179,938 | 692,481 |
| (d) Depreciation and amortisation | 444,762 | 1,328,077 |

Profit / (Loss) before taxation (Continued)

| | Current Year Quarter 31.12.2013 | Current Year to Date 31.12.2013 |
|--|---------------------------------------|---------------------------------------|
| (e) Provision for and write off of receivables | (65,110) | 149,314 |
| (f) Provision for and write off of inventories | 876,518 | 3,349,980 |
| (g) Gain/(Loss) on disposal of quoted or unquoted investments or properties | (1,481) | 7,577 |
| (h) Impairment of assets | 172,022 | 172,022 |
| (i) Foreign exchange gain/(loss) | (20,077) | 596,886 |
| (j) Gain/(Loss) on derivatives | 85,749 | (84,881) |
| (k) Exceptional items | - | - |

29. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on **21 February 2014**.