



**SPRING GALLERY BERHAD (504718-U) (FORMERLY KNOWN AS PFCE BERHAD)
QUARTERLY REPORT FOR THE 4TH QUARTER ENDED 30 JUNE 2015**

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
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	INDIVIDUAL QUARTER CURRENT QUARTER ENDED 30.6.2015	CUMULATIVE PERIOD 12 MONTHS ENDED 30.6.2015
	UNAUDITED RM'000	UNAUDITED RM'000
Revenue	3,066	22,986
Cost of sales	(2,492)	(14,064)
Gross profit	574	8,922
Other income	1,351	2,953
Operating expenses	(3,270)	(8,580)
Other operating expenses	(4,142)	(4,583)
Finance costs	(6)	(18)
Loss before taxation	(5,493)	(1,306)
Income tax expense	409	(57)
Loss after taxation	(5,084)	(1,363)
Other comprehensive (expenses)/income net of tax :		
- Foreign currency translation	(56)	22
Total comprehensive expenses	(5,140)	(1,341)
Loss after taxation attributable to:-		
Owners of the Company	(5,084)	(1,363)
Total comprehensive expenses attributable to:-		
Owners of the Company	(5,140)	(1,341)
Loss per share attributable to owners of the Company (sen):		
Basic	(5.01)	(1.41)
Diluted	NA	NA

(The Condensed Consolidated Statement of Profit and Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial period ended 30 June 2014 and the accompanying explanatory notes attached to the interim financial statements.)



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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT 30.6.2015 UNAUDITED RM'000	AS AT 30.6.2014 AUDITED RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	24,952	27,968
Prepaid land lease payments	-	175
	<u>24,952</u>	<u>28,143</u>
Current assets		
Inventories	1,609	2,589
Trade and other receivables	4,662	3,402
Amount owing by related parties	7	340
Tax refundable	29	15
Fixed deposits with licensed banks	1,508	308
Cash and bank balances	10,141	4,201
	<u>17,956</u>	<u>10,855</u>
TOTAL ASSETS	<u>42,908</u>	<u>38,998</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	52,250	47,500
Share premium	12,501	12,361
Other reserves	217	195
Accumulated losses	(29,100)	(27,737)
Total equity	<u>35,868</u>	<u>32,319</u>
Non-current liabilities		
Hire purchase payables	510	83
Deferred tax liabilities	2,604	2,729
	<u>3,114</u>	<u>2,812</u>
Current liabilities		
Trade and other payables	3,730	3,256
Amount owing to a director	-	428
Amount owing to a related party	-	142
Provision for taxation	43	-
Hire purchase payables	153	41
	<u>3,926</u>	<u>3,867</u>
Total liabilities	<u>7,040</u>	<u>6,679</u>
TOTAL EQUITY AND LIABILITIES	<u>42,908</u>	<u>38,998</u>
Net assets per share (sen)	34.32	34.02

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial period ended 30 June 2014 and the accompanying explanatory notes attached to the interim financial statements.)



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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Non-Distributable			Distributable	Total Equity/ Attributable to Owners of the Company RM'000
	Share Capital	Share Premium	Foreign Exchange Translation Reserve	Accumulated Losses	
	RM'000	RM'000	RM'000	RM'000	
Balance at 1.7.2014	47,500	12,361	195	(27,737)	32,319
Issuance of shares pursuant to private placement	4,750	238	-	-	4,988
Expenses incurred in relation to private placement	-	(98)	-	-	(98)
Total transactions with Owners of the Company	4,750	140	-	-	4,890
Loss after taxation for the financial period	-	-	-	(1,363)	(1,363)
Other comprehensive income for the financial period, net of tax	-	-	22	-	22
Total comprehensive income/ (expenses) for the financial period	-	-	22	(1,363)	(1,341)
Balance at 30.6.2015	52,250	12,501	217	(29,100)	35,868

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial period ended 30 June 2014 and the accompanying explanatory notes attached to the interim financial statements.)



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QUARTERLY REPORT FOR THE 4TH QUARTER ENDED 30 JUNE 2015**

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	12 months ended 30.6.2015 UNAUDITED RM'000
CASH FLOWS FROM OPERATING ACTIVITIES	
Loss before taxation	(1,306)
Adjustments for:-	
Amortisation of prepaid land lease payments	4
Bad debts written off	7
Depreciation of property, plant and equipment	1,275
Plant and equipment written off	254
Impairment losses on receivables	40
Impairment losses on property, plant and equipment	2,705
Impairment losses on prepaid land lease payments	185
Interest expense	18
Inventories written down	200
Inventories written off	350
Gain on disposal of plant and equipment	(93)
Interest income	(4)
Reversal of inventories written down	(577)
Unrealised gain on foreign exchange	(695)
Waiver of debts	(1)
Operating profit before working capital changes	2,362
Net change in inventories	1,024
Net change in trade and other receivables	(501)
Net change in trade and other payables	294
Net change in related parties	333
Cash flows from operations	3,512
Interest paid	(18)
Income tax paid	(152)
Net cash from operating activities	3,342
CASH FLOWS FOR INVESTING ACTIVITIES	
Interest received	4
Purchase of equipment	(455)
Proceeds from disposal of plant and equipment	149
Placement of fixed deposits	(1,200)
Net cash for investing activities	(1,502)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from issuance of shares pursuant to private placement, net of expenses	4,889
Repayment of hire purchase payables	(221)
Repayment to a related party	(142)
Repayment to a director	(428)
Net cash from financing activities	4,098



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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (CONT'D)

	12 months ended 30.6.2015
	UNAUDITED RM'000
Net changes in cash and cash equivalents	5,938
Cash and cash equivalents at beginning of period	4,201
Effect of foreign exchange translation	2
Cash and cash equivalents at end of period	<u>10,141</u>
Cash and cash equivalents at end of financial period comprised:-	
Cash and bank balances	10,141
Fixed deposits with licensed banks	<u>1,508</u>
	11,649
Less: Fixed deposits pledged with licensed banks	<u>(1,508)</u>
	<u>10,141</u>

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial period ended 30 June 2014 and the accompanying explanatory notes attached to the interim financial statements.)



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PART A - DISCLOSURE NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134
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1. BASIS OF PREPARATION

The condensed consolidated interim financial statements have been prepared in accordance with the applicable disclosure provision of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) and Malaysia Financial Reporting Standard 134: *Interim Financial Reporting* (“MFRS 134”) and paragraph 9.22 of the Main Market Listing Requirements of Bursa Securities.

The condensed consolidated interim financial statements should be read in conjunction with the consolidated financial statements of the Group as at and for the period ended 30 June 2014. The explanatory notes attached to the condensed consolidated 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 period ended 30 June 2014.

2. COMPARATIVE FIGURES

The Group and the Company changed its financial year end from 31 December to 30 June. The first financial statements that made up to 30 June was for a 18-month period ended 30 June 2014. There are no comparative figures presented for the current quarter under review and cumulative period ended in the current quarter in the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income, Condensed Consolidated Statement of Changes in Equity and Condensed Consolidated Statement of Cash Flow as there are no comparable interim periods in the immediate preceding financial period. Comparative figures for the interim periods will be available in the quarterly reports for the financial year ending 30 June 2016 onwards.

3. CHANGES IN ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted are consistent with those of the audited financial statements for the financial period ended 30 June 2014, except for the adoption of the following new Malaysian Financial Reporting Standards (“MFRSs”), Amendments to MFRSs and IC Interpretation with effect from 1 July 2014.

During the current financial period, the Group has adopted the following new accounting standards and/or interpretation (including the consequential amendments, if any):-



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3. CHANGES IN ACCOUNTING POLICIES (CONT'D)

MFRSs and IC Interpretations (Including The Consequential Amendments)

Amendments to MFRS 10, MFRS 12 and MFRS 127 (2011): Investment Entities

Amendments to MFRS 119: Defined Benefit Plans – Employee Contributions

Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities

Amendments to MFRS 136: Recoverable Amount Disclosures for Non-financial Assets

Amendments to MFRS 139: Novation of Derivatives and Continuation of Hedge Accounting

IC Interpretation 21 Levies

Annual Improvements to MFRSs 2010 - 2012 Cycle

Annual Improvements to MFRSs 2011 - 2013 Cycle

The adoption of the above accounting standards and interpretation (including the consequential amendments, if any) did not have any material impact on the Group’s financial statements upon their initial application.

4. AUDITORS’ REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors’ report on the audited financial statements for the financial period ended 30 June 2014 was not qualified.

5. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The ceramic business is cyclical in nature as it is affected by the seasonal pattern of the importing countries.

6. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no items affecting assets, liabilities, equity, net income or cash flows during the current financial period under review that were unusual because of their nature, size or incidence.



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7. CHANGE IN ESTIMATES OF AMOUNTS REPORTED IN PRIOR INTERIM PERIODS OF THE CURRENT FINANCIAL PERIOD OR IN PRIOR FINANCIAL YEARS

Save for the impairment losses on property, plant and equipment and prepaid land lease payments of RM2.89 million as disclosed in Section A10, there were no other significant changes in estimates of amounts reported in prior interim periods or prior financial period that have a material effect in the current financial period under review.

8. DEBT AND EQUITY SECURITIES

On 22 April 2015, on behalf of the Board, TA Securities Holdings Berhad announced that the Board has on 22 April 2015 fixed the issue price for the placement of 9,500,000 Placement Shares at RM0.525 per Placement Share. On 29 April 2015, the Proposed Private Placement has been completed following the listing of and quotation for 9,500,000 new SGB shares on the Main Market of Bursa Securities.

Save for the above, there were no issuances, cancellations, repurchase, resale and repayment of debt and equity securities since the last annual reporting date.

9. DIVIDENDS

No dividend was paid during the current financial period under review.



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10. SEGMENTAL INFORMATION

The Group has a main business segment as follows:-

Ceramic - activities include retail, trading, manufacturing, exporting and marketing of pottery and porcelain products, ceramic ware and ornaments.

The Group operates principally in Malaysia.

Segmental information is provided based on business segments, as follows:

	<u>Investment</u> <u>Holding</u> RM'000	<u>Ceramic</u> RM'000	<u>The Group</u> RM'000
Current quarter ended 30.6.2015			
External revenue	-	3,066	3,066
Results			
Results before following adjustments	(180)	(1,865)	(2,045)
Interest income	2	1	3
Gain on disposal of plant and equipment	-	58	58
Reversal of inventories written down	-	577	577
Waiver of debts	-	1	1
Amortisation of prepaid land lease payments	-	(1)	(1)
Bad debts written off	-	(7)	(7)
Depreciation of property, plant and equipment	-	(478)	(478)
Impairment losses on receivables	(40)	-	(40)
Impairment losses on property, plant and equipment	-	(2,705)	(2,705)
Impairment losses on prepaid land lease payments	-	(185)	(185)
Inventories written down	-	(200)	(200)
Inventories written off	-	(350)	(350)
Plant and equipment written off	-	(25)	(25)
Unrealised loss on foreign exchange	-	(90)	(90)
Segment results	(218)	(5,269)	(5,487)
Finance costs			(6)
Income tax expense			409
Loss after taxation			<u>(5,084)</u>



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10. SEGMENTAL INFORMATION (CONT'D)

	<u>Investment</u> <u>Holding</u> RM'000	<u>Ceramic</u> RM'000	<u>The Group</u> RM'000
12 months ended 30.6.2015			
External revenue	-	22,986	22,986
Results			
Results before following adjustments	(382)	2,744	2,362
Interest income	2	2	4
Gain on disposal of plant and equipment	-	93	93
Reversal of inventories written down	-	577	577
Unrealised gain on foreign exchange	-	695	695
Waiver of debts	-	1	1
Amortisation of prepaid land lease payments	-	(4)	(4)
Bad debts written off	-	(7)	(7)
Depreciation of property, plant and equipment	-	(1,275)	(1,275)
Impairment losses on receivables	(40)	-	(40)
Impairment losses on property, plant and equipment	-	(2,705)	(2,705)
Impairment losses on prepaid land lease payments	-	(185)	(185)
Inventories written down	-	(200)	(200)
Inventories written off	-	(350)	(350)
Plant and equipment written off	-	(254)	(254)
Segment results	(420)	(868)	(1,288)
Finance costs			(18)
Income tax expense			(57)
Loss after taxation			<u>(1,363)</u>



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10. SEGMENTAL INFORMATION (CONT'D)

	<u>Investment</u> <u>Holding</u> RM'000	<u>Ceramic</u> RM'000	<u>The Group</u> RM'000
Assets			
Segment assets	4,093	38,786	42,879
Unallocated assets			29
Consolidated total assets			<u>42,908</u>
Liabilities			
Segment liabilities	344	4,049	4,393
Unallocated liabilities			2,647
Consolidated total liabilities			<u>7,040</u>

Geographical Information for Revenue

	Current quarter ended 30.6.2015 RM'000	12 months ended 30.6.2015 RM'000
United States	2,655	17,925
Australia	119	2,045
Europe	(18)	1,319
Malaysia	314	1,347
Others	(4)	350
	<u>3,066</u>	<u>22,986</u>



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11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD

Save for the following, there were no material events subsequent to the end of the current quarter up to 18 August 2015, being the last practicable date from the date of the issue of this report that are expected to have an operational or financial impact on the Group:-

- (a) On 9 July 2015, Profit Sunland Sdn Bhd (“PSSB”), a wholly-owned subsidiary of SGB, has entered into a Managing Contractor Agreement with JV Muhibbah Sdn Bhd for the development of Southern City Phase 1B 18 Storey Apartment located at Jalan Jakar, Kemaman (“Development Project”).
- (b) On 18 August 2015, the Company acquired two (2) ordinary shares, representing 100% of the total issued and paid-up share capital of Million Rich Resources Sdn Bhd (“MRRSB”) for a total consideration of RM2.00. MRRSB was incorporated on 10 August 2015. MRRSB is presently dormant and the intended principal activities are property development, property investment and general trading.

12. CHANGES IN COMPOSITION OF THE GROUP

On 28 May 2015, the Company acquired two (2) ordinary shares, representing 100% of the total issued and paid-up share capital of PSSB for a total consideration of RM2.00. PSSB was incorporated on 7 May 2015 and the principal activities are construction and property development.

13. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no changes in contingent liabilities or contingent assets, since the last annual reporting date.

14. CAPITAL COMMITMENTS

	RM'000
Approved and contracted for:-	
Purchase of plant and machinery	171
	<hr style="border-top: 1px solid black;"/>
	171
	<hr style="border-top: 1px solid black;"/>

Save for the above, there were no other capital commitments as at 18 August 2015 (the latest practicable date not earlier than 7 days from the date of issue of this report).



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**PART A - DISCLOSURE NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING
STANDARDS 134**

15. RELATED PARTY TRANSACTIONS

The Group’s related party transactions in the current quarter and the 12 months ended 30 June 2015 are as follows:

	Current quarter ended 30.6.2015 RM'000	12 months ended 30.6.2015 RM'000
Commission charged by a related party	-	234
Sales to related parties	-	28
Sales of business assets to a related party	-	160
Rental expense charged by a related party	-	21
Professional fee charged by a related party	-	30

16. CHANGES IN FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES, TRANSFERS AND CLASSIFICATIONS

There have been no significant changes in the business or economic circumstances that affect the fair value of the Group’s financial assets and financial liabilities in the current financial period under review.

17. FAIR VALUE OF FINANCIAL INSTRUMENTS

Other than disclosed below, the fair values of the financial asset and financial liability maturing within the next 12 months approximated their carrying amounts due to the relatively short-term maturity of the financial instruments.

	Fair Value Of Financial Instruments Carried At Fair Value			Fair Value Of Financial Instruments Not Carried At Fair Value			Total Fair Value	Carrying Amount
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000		
30.6.2015								
<u>Financial Liability</u> Hire purchase payables	-	-	-	-	510	-	510	510



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**PART B - DISCLOSURE NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING
 REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD**

18. REVIEW OF GROUP PERFORMANCE

Current quarter ended 30.6.2015/12 months ended 30.6.2015

	Current quarter ended 30.6.2015			12 months ended 30.6.2015		
	Investment Holding RM'000	Ceramic RM'000	The Group RM'000	Investment Holding RM'000	Ceramic RM'000	The Group RM'000
Revenue	-	3,066	3,066	-	22,986	22,986
Loss before taxation	(218)	(5,275)	(5,493)	(420)	(886)	(1,306)
Loss after taxation	(218)	(4,866)	(5,084)	(420)	(943)	(1,363)

For the current quarter under review, the Group generated revenue of RM3.07 million and recorded a loss before taxation of RM5.49 million in the current quarter. The loss before taxation of the Group was mainly from ceramic segment as a result from the following:

- i) Decrease in export sales due to current quarter was a non-peak season for ceramic business.
- ii) Impairment losses of property, plant and equipment and prepaid land lease payments of RM2.89 million in the current quarter.

The decreased revenue was not able to cover more fixed operating costs and the impairment losses provided in the current quarter and thus resulted in a net loss of RM5.08 million in the current quarter.

For the cumulative period under review, the Group generated revenue of RM22.99 million and recorded a loss before taxation of RM1.31 million which was mainly from ceramic segment. The loss was mainly due to the impairment losses of RM2.89 million provided on the property, plant and equipment and prepaid land lease payments.



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**PART B - DISCLOSURE NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING
 REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD**

19. MATERIAL CHANGE IN PERFORMANCE AS COMPARED TO PRECEEDING QUARTER

	Current quarter ended 30.6.2015 RM'000	Previous quarter ended 31.3.2015 RM'000
Revenue	3,066	9,750
(Loss)/Profit before taxation	(5,493)	2,650
(Loss)/Profit after taxation	(5,084)	2,184

Revenue in the current quarter has decreased by RM6.68 million, representing a decrease of 69% as compared to the previous quarter, as a result of the decrease in export sales. Current quarter was a non-peak season for ceramic business whereby the demand was affected by the seasonal pattern of the importing countries. Due to decrease in export sales in the current quarter, the profit generated was not able to cover more fixed operating costs and the impairment losses of RM2.89 million provided on property, plant and equipment and prepaid land lease payments and thus resulted in a loss before taxation of RM5.49 million in the current quarter as compared to a profit before taxation of RM2.65 million in the previous quarter.

20. COMMENTARY ON PROSPECTS

The Group, being export orientated, with major customers based in United States may enjoy benefits from the movement in foreign currency in event that United States Dollar becomes stronger in relation to Ringgit Malaysia. However, foreign currency risk is being monitored closely on an ongoing basis to ensure that the Group’s exposure is at an acceptable level.

The Group will also from time to time look for more opportunities and when appropriate, implement the necessary changes, to include diversifying its income stream. Currently, the Group had been awarded a managing contractor agreement in relation to a development project in Kemaman. This project will be able to deliver long-term sustainable value to shareholders.

The Management is aggressively taking steps to negotiate and source a few new business opportunities in relation to construction activities, which aims to strengthen the Group’s foothold on the construction sector in order to contribute positive prospects for the Group.

Notwithstanding the Group’s intention to diversify into the construction sector, the Group will continue to focus on the existing businesses. Nevertheless, the Group will, from time to time, review the business of our Group strategically, and where appropriate, implement the necessary changes to the corporate structure within, with a view to strengthen and grow our Group’s business. Management anticipates that the overall outlook for the Group’s performance for the current financial period will be challenging due to the uncertainties in the current economic and political conditions.



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**PART B - DISCLOSURE NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING
REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD**

21. PROFIT FORECAST OR PROFIT GUARANTEE

There was no profit forecast or guarantee made public for the current financial period under review.

22. TAXATION

The tax expense is as follows:

	Current quarter ended 30.6.2015 RM'000	12 months ended 30.6.2015 RM'000
Current tax expense	(346)	182
Deferred tax expense	(63)	(125)
	<u>(409)</u>	<u>57</u>

The effective tax rate of the Group for the current quarter and financial period-to-date under review is lower than the statutory tax rate due to the Group is making losses in the current quarter and there were unutilised tax losses to offset the income arising from the financial period-to-date under review.

23. CORPORATE PROPOSALS

There was no corporate proposal as at 18 August 2015 (the latest practicable date not earlier than seven (7) days from the date of issue of this report) pending for completion.



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**PART B - DISCLOSURE NOTES PURSUANT TO APPENDIX 9B OF MAIN MARKET LISTING
 REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD**

24. UTILISATION OF PROCEEDS

Private Placement

The Proposed Private Placement has been completed on 29 April 2015 following the listing of and quotation for 9,500,000 new SGB Shares on the Main Market of Bursa Securities.

Description	Proposed utilisation RM'000	Actual Utilisation as at 30 June 2015 RM'000	Balance Unutilised RM'000	Revision RM'000	Revised Balance Unutilised RM'000	Timeframe
Working capital	4,828	825	4,065 (62) ⁽¹⁾	(3,602)	463	By 28 April 2016
Estimated expenses in relation to the Private Placement	160	98	62 ⁽¹⁾	-	-	By 28 May 2015
Development Project ⁽²⁾	-	-	-	3,602	3,602	By 29 July 2016
	4,988	923	4,065	-	4,065	

Notes:-

- ⁽¹⁾ The variation in the actual amount of the expenses for the Private Placement was adjusted proportionately to the working capital as disclosed in the announcement dated 30 December 2014.
- ⁽²⁾ The Company had on 30 July 2015 announced that the Board approved to re-allocate the balance of the proceeds raised from the Private Placement of approximately RM3.60 million as part of the funding for the Development Project's capital commitment in order to reduce its dependence on bank borrowings.



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25. BORROWINGS AND DEBT SECURITIES

The Group’s borrowings are as follows:

	<u>As at 30.6.2015</u>	<u>As at 30.6.2014</u>
	<u>RM'000</u>	<u>RM'000</u>
Current - unsecured		
Hire purchase payables	153	41
Non-current - unsecured		
Hire purchase payables	510	83
	<u>663</u>	<u>124</u>

26. CHANGES IN MATERIAL LITIGATION

The Directors were not aware of any material litigation, which, if enforced, may have a material impact on the profit or net asset value of the Group.

27. PROPOSED DIVIDEND

There were no dividends proposed or declared by the Company for the current financial period under review.



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28. LOSS PER SHARE

The basic loss per share of the Group were calculated by dividing the net loss attributable to owners of the Company by the weighted average number of ordinary shares in issue during the reporting period.

	Current quarter ended 30.6.2015	12 months ended 30.6.2015
Loss attributable to owners of the Company (RM'000)	<u>(5,084)</u>	<u>(1,363)</u>
Weighted average number of ordinary shares ('000)	<u>101,577</u>	<u>96,640</u>
Basic loss per share (sen)	<u>(5.01)</u>	<u>(1.41)</u>

Diluted loss per share was not computed as there were no outstanding potential ordinary shares to be issued as at the end of the reporting period.



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**29. NOTES TO THE STATEMENT OF PROFIT OR LOSS AND OTHER
 COMPREHENSIVE INCOME**

	Current quarter ended 30.6.2015	12 months ended 30.6.2015
	RM'000	RM'000
Interest income	3	4
Other income	64	135
Interest expense	6	18
Amortisation of prepaid land lease payments	1	4
Depreciation of property, plant and equipment	478	1,275
Provision for and write off of receivables	47	47
Provision for and write off of inventories	550	550
Reversal of inventories written down	577	577
Plant and equipment written off	25	254
Gain or loss on disposal of quoted or unquoted investment	N/A	N/A
Gain on disposal of plant and equipment	58	93
Impairment of assets	2,890	2,890
Realised gain on foreign exchange	102	600
Unrealised (loss)/gain on foreign exchange	(90)	695
Gain or loss on derivatives	N/A	N/A
Exceptional items	N/A	N/A



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30. REALISED AND UNREALISED PROFIT OR LOSSES

The breakdown of the accumulated losses of the Group as at the end of reporting period into realised and unrealised profits or losses is presented in accordance with the directive issued by Bursa Securities is as follows:-

	As at 30.6.2015 RM'000	As at 30.6.2014 RM'000
Total accumulated losses of the Group:		
- Realised	(12,989)	(47,542)
- Unrealised	(2,345)	(2,997)
	<u>(15,334)</u>	<u>(50,539)</u>
Less: Consolidation Adjustments	(13,766)	22,802
	<u>(29,100)</u>	<u>(27,737)</u>

31. REVIEW BY EXTERNAL AUDITORS

The Board had engaged the external auditors to review and report on the condensed consolidated financial statements of SGB for the quarter and 12 months period ended 30 June 2015 in accordance with International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”.

The external auditors reported to the Board that nothing has come to their attention that causes them to believe that the said condensed consolidated financial statements were not prepared, in all material respects, in accordance with MFRS 134 *Interim Financial Reporting*. The report was made to the Board in accordance to the terms of reference with the external auditors and for no other purpose.

32. AUTHORISATION FOR ISSUE

The interim financial report for the period under review is authorised and approved for issue and announcement to Bursa Securities by SGB’s Board in accordance with a resolution of the directors on 25 August 2015.

By Order of the Board
Dated: 26 August 2015