

**TOYO INK GROUP BERHAD**

(Company No. 590521 D)

(Incorporated in Malaysia)

**QUARTERLY REPORT**

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**TOYO INK GROUP BERHAD**

(Company No. 590521 D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR THE FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2014**

(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current quarter ended	Corresponding quarter ended	Current year ended	Corresponding year ended
		31/03/2014 RM'000	31/03/2013 RM'000	31/03/2014 RM'000	31/03/2013 RM'000
<b>Continuing operations</b>					
Revenue		20,614	20,218	85,837	85,899
Cost of sales		(16,269)	(16,354)	(67,581)	(69,217)
Gross profit		4,345	3,864	18,256	16,682
Operating expenses		(3,852)	(3,422)	(14,931)	(13,710)
Other operating income		3,689	118	3,818	563
Finance cost		(442)	(463)	(1,706)	(1,974)
Share of results in associate		-	(1)	(1)	(2)
Profit before taxation	B14	3,740	96	5,436	1,559
Taxation	B 6	(295)	(247)	(468)	(992)
Profit from continuing operations		3,445	(151)	4,968	567
<b>Discontinued operations</b>					
Gain/(Loss) from discontinued operation, net of tax		-	420	-	414
Profit for the period		3,445	269	4,968	981
<b>Profit Attributable to:</b>					
Owners of the parent		3,438	308	4,885	1,181
Non-controlling interest		7	(39)	83	(200)
		3,445	269	4,968	981
<b>Basic earnings/(loss) per ordinary share (sen)</b>					
From continuing operations	B16	3.22	0.13	4.64	2.18
From discontinued operation		-	0.59	-	0.58
		3.22	0.72	4.64	2.76
- Fully diluted (sen)		-	-	-	-

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 March 2013

**TOYO INK GROUP BERHAD**

(Company No. 590521 D)

(Incorporated in Malaysia)

**CONDENSED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2014**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter ended	Corresponding quarter ended	Current year ended	Corresponding year ended
	31/03/2014 RM'000	31/03/2013 RM'000	31/03/2014 RM'000	31/03/2013 RM'000
<b>Continuing operations</b>				
Profit for the period	3,445	(151)	4,968	567
Translation reserve		-		-
	<u>3,445</u>	<u>(151)</u>	<u>4,968</u>	<u>567</u>
<b>Discontinued operation</b>				
Profit/(Loss) for the period	-	420	-	414
Translation reserve	-	655	-	648
Total comprehensive income for the period	<u>3,445</u>	<u>924</u>	<u>4,968</u>	<u>1,629</u>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	3,438	963	4,885	1,829
Non-controlling interest	7	(39)	83	(200)
	<u>3,445</u>	<u>924</u>	<u>4,968</u>	<u>1,629</u>

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 March 2013

**TOYO INK GROUP BERHAD**

(Company No. 590521 D)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2014**

	Note	As At 31/03/2014 RM'000	As At 31/03/2013 RM'000 (Audited)
<b>ASSETS</b>			
<b>Non Current Assets</b>			
Property, plant and equipment	A 9	29,868	27,882
Investment property		-	1,640
Investment in associate		482	483
Development expenditure		124,170	86,229
Goodwill on consolidation		17,496	17,496
		<u>172,016</u>	<u>133,730</u>
<b>Current Assets</b>			
Inventories		14,558	14,206
Trade and other receivables		23,068	29,283
Tax recoverable		349	301
Fixed deposits with licensed banks		18	18
Cash and bank balances		4,985	3,645
		<u>42,978</u>	<u>47,453</u>
<b>TOTAL ASSETS</b>		<u>214,994</u>	<u>181,183</u>
<b>EQUITY AND LIABILITIES</b>			
Share capital		107,000	42,800
Reserves		14,836	23,555
Total equity attributable to owners of the parent		<u>121,836</u>	<u>66,355</u>
Non-controlling interest		4,015	3,932
<b>TOTAL EQUITY</b>		<u>125,851</u>	<u>70,287</u>
<b>Non Current Liabilities</b>			
Hire purchase creditors		182	824
Long term borrowings	B8	2,260	367
Deferred tax liabilities		1,950	2,729
		<u>4,392</u>	<u>3,920</u>
<b>Current Liabilities</b>			
Trade and other payables		58,163	70,805
Amount owing to directors		215	6,255
Hire purchase creditors		796	922
Short term borrowings	B8	25,577	28,994
		<u>84,751</u>	<u>106,976</u>
<b>TOTAL LIABILITIES</b>		<u>89,143</u>	<u>110,896</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>214,994</u>	<u>181,183</u>
Net Assets Per Share Attributable to Owners of the Parent (RM)		<u>1.14</u>	<u>1.55</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 March 2013

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE FOURTH FINANCIAL QUARTER ENDED 31 MARCH 2014**  
(The figures have not been audited)

	<--Attributable to Shareholders of the Company-->					
	<-Non-Distributable Reserves->			Distributable		Total Equity RM '000
				Reserve		
Share Capital RM '000	Share Premium RM '000	Translation Reserve RM '000	Retained Earnings RM '000	Non- Controlling Interest RM'000		
<b>Balance as at 1 April 2012</b>	42,800	4,321	(452)	17,857	4,489	69,015
Changes in equity interest	-	-	-	-	1,646	1,646
Disposal of discontinued operations					(2,003)	(2,003)
Total comprehensive income/(expense) for the period	-	-	648	1,181	(200)	1,629
<b>Balance as at 31 March 2013</b>	42,800	4,321	196	19,038	3,932	70,287
<b>Balance as at 1 April 2013</b>	42,800	4,321	196	19,038	3,932	70,287
Issuance of shares pursuant to Rights Issue	42,800	8,560	-	-	-	51,360
Issuance of shares pursuant to Bonus Issue	21,400	(12,881)	-	(8,519)	-	-
Share issue expenses	-	-	-	(718)		(718)
Total comprehensive income/(expense) for the period	-	-	(46)	4,885	83	4,922
<b>Balance as at 31 March 2014</b>	107,000	-	150	14,686	4,015	125,851

**The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements of the Group for the financial year ended 31 March 2013**

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**

(The figures have not been audited)

	Current year ended	Corresponding year ended
	31/03/2014 RM'000	31/03/2013 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation		
- Continuing operations	5,436	1,558
- Discontinued operation	-	414
	5,436	1,972
Adjustments for:		
Non-cash items	(604)	1,774
Interest income	(9)	(6)
Interest expense	1,706	1,894
<b>Operating profit before working capital changes</b>	<b>6,529</b>	<b>5,634</b>
<b>Changes in working capital:</b>		
Net changes in current assets	5,862	(7,289)
Net changes in current liabilities	(19,577)	12,288
Operating assets held for sale	-	-
<b>Cash from operations</b>	<b>(7,186)</b>	<b>10,633</b>
Tax refunded	931	227
Tax paid	(1,340)	(1,595)
Interest received	9	6
Interest paid	(1,706)	(1,894)
Translation reserve	(28)	403
<b>Net cash (used in)/from operating activities</b>	<b>(9,320)</b>	<b>7,780</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of property, plant and equipment	99	78
Proceeds from disposal of investment properties	5,900	-
Acquisition of property, plant and equipment *	(5,749)	(728)
Disposal of discontinued operation, net of cash	-	6,015
Development expenditure	(37,941)	(14,145)
<b>Net cash used in investing activities</b>	<b>(37,691)</b>	<b>(8,780)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds/(Repayment) of borrowings	1,976	(164)
(Repayment)/Proceeds from bankers acceptance and bills payable	(2,627)	231
Proceeds from issuance of shares	51,360	-
Share issue expenses	(718)	-
Payment from hire purchase creditors	(768)	(269)
<b>Net cash from/(used in) financing activities</b>	<b>49,223</b>	<b>(202)</b>
<b>Net increase in cash and cash equivalents</b>	<b>2,212</b>	<b>(1,202)</b>
<b>Cash and cash equivalents at beginning of financial year</b>	<b>(8,027)</b>	<b>(6,825)</b>
<b>Cash and cash equivalents at end of financial year</b>	<b>(5,815)</b>	<b>(8,027)</b>
<b>CASH AND CASH EQUIVALENTS COMPRISE:</b>		
Cash and bank balances	4,985	3,645
Fixed deposits with licensed banks	18	18
Bank overdraft	(10,818)	(11,690)
	<b>(5,815)</b>	<b>(8,027)</b>

\* Acquisition of property, plant and equipment during the financial quarter are financed by:

	31/03/2014 RM'000	31/03/2013 RM'000
<b>Mode of payments:</b>		
Cash	5,749	728
Hire Purchase	159	1,468
	<b>5,908</b>	<b>2,196</b>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Audited Financial Statements of the Group for the year ended 31 March 2013

**TOYO INK GROUP BERHAD**

(Company No. 590521 D)  
(Incorporated in Malaysia)

**QUARTERLY REPORT  
FOR THE FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2014**

**NOTES TO THE FINANCIAL REPORT**

**A. EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134 (INTERIM FINANCIAL REPORTING)**

**A1. Basic of Preparation**

The unaudited interim financial statements, for the period ended 31 March 2014, have been prepared in accordance with MFRS 134, *Interim Financial Reporting* issued by the Malaysian Accounting Standard Board (“MASB”) and paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The unaudited interim financial statements should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 March 2013. For the periods up to and including the year ended 31 March 2013, the Group prepared its financial statement in accordance with the Malaysian Financial Reporting Standards (“MFRS”).

The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 March 2013.

**A2. Changes in Accounting Policies**

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

The following are accounting standards, amendments and interpretations of the MFRS that have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective and have not been adopted by the Company:

***Effective for financial periods beginning on or after 1 July 2012***

- Amendments to MFRS 101, *Presentation of Items of Other Comprehensive Income*

***Effective for financial periods beginning on or after 1 January 2013***

- MFRS 3, *Business Combinations*
- MFRS 10, *Consolidated Financial Statements*
- MFRS 11, *Joint Arrangements*
- MFRS 12, *Disclosure of Interests in Other Entities*
- MFRS 13, *Fair Value Measurement*
- MFRS 119, *Employee Benefits (revised)*
- MFRS 127, *Consolidated and Separate Financial Statements (revised)*
- MFRS 128, *Investments in Associates and Joint Ventures (revised)*
- Amendments to MFRS 1, *First-time Adoption of MFRS – Government Loans*
- Amendments to MFRS 7, *Financial Instruments: Disclosures – Offsetting Financial Assets and Financial Liabilities*
- Amendments to MFRS 10, *Consolidated Financial Statements: Transition Guidance*
- Amendments to MFRS 11, *Joint Arrangements: Transition Guidance*
- Amendments to MFRS 12, *Disclosure of Interests in Other Entities: Transition Guidance*
- Annual Improvements to IC Interpretations and MFRSs 2009 – 2011 Cycle

***Effective for financial periods beginning on or after 1 January 2014***

- Amendments to MFRS 132, *Financial Instruments: Presentation – Offsetting Financial Assets and Financial Liabilities*

***Effective for financial periods beginning on or after 1 January 2015***

- Amendments to MFRS 9, *Mandatory Effective Date of MFRS 9 and Transition Disclosures*

**A3. Auditors' Report**

The auditors' report of the preceding annual financial statements was not subject to any qualification.

**A4. Seasonal or Cyclical Factors**

The Group's operations were not significantly affected by any seasonal or cyclical factors.

**A5. Unusual Items**

Save as disclosed under B7, there were no other unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review.

**A6. Changes in Estimates**

There were no changes in estimates of amounts reported in prior interim period which have a material effect on the current interim period.

**A7. Issuance or Repayment of Debts and Equity Securities**

There is no issuance and repayment of debts and equity securities, share buy-backs, share cancellations, share held as treasury shares and resale of treasury shares for the current quarter under review.

**A8. Dividend**

No dividend was paid in the current quarter.



**A9. Valuation of Property, Plant and Equipment**

The values of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

The Group did not carry out any valuation on its property, plant and equipment during the current interim period.

**A10. Segmental Reporting**

**Current Year To Date 31 March 2014**

	<b>Manufacturing RM'000</b>	<b>Trading and investment holding RM'000</b>	<b>Discontinued Operation RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>					
External	54,013	31,824	-		85,837
Inter-segment	19,185	4,005	-	(23,190)	-
Total revenue	73,198	35,829	-	(23,190)	85,837
<b>Results</b>					
Segment results	8,821	(1,678)	-	-	7,143
Finance costs	(1,031)	(675)	-	-	(1,706)
Share of results in associate					(1)
Taxation					(468)
Non-controlling interest					(83)
Net profit for the financial period					4,885
<b>Other Information</b>					
Segment assets	173,956	22,711	-	-	196,667
Associate					482
Unallocated corporate assets					16,951
Consolidated total assets					214,100
Segment liabilities	55,232	2,221	-	-	57,484
Unallocated corporate liabilities					30,764
Consolidated total liabilities					88,248
Capital expenditure	2,304	3,446	-	-	5,749
Depreciation/ amortization	2,176	237	-	-	2,413

## Corresponding Year To Date 31 Mar 2013

	<b>Manufacturing</b> RM'000	<b>Trading and investment holding</b> RM'000	<b>Discontinued Operation</b> RM'000	<b>Elimination</b> RM'000	<b>Consolidated</b> RM'000
<b>Revenue</b>					
External	52,929	32,970	-	-	85,899
Inter-segment	23,130	2,499	-	(25,629)	-
<b>Total revenue</b>	<b>76,059</b>	<b>35,469</b>	<b>-</b>	<b>(25,629)</b>	<b>85,898</b>
<b>Results</b>					
Segment results	2,723	812	-	-	3,535
Finance costs	(1,342)	(632)	-	-	(1,974)
Share of results in associate	-	(2)	-	-	(2)
Gain on disposal of discontinued operation					414
Taxation					(992)
Non-controlling interest					200
<b>Net profit for the financial period</b>					<b>1,181</b>
<b>Other Information</b>					
Segment assets	140,697	22,205	-	-	162,902
Associate					483
Unallocated corporate assets					17,797
<b>Consolidated total assets</b>					<b>181,182</b>
Segment liabilities	74,422	2,639	-	-	77,061
Unallocated corporate liabilities					33,835
<b>Consolidated total liabilities</b>					<b>110,896</b>
Capital expenditure	1,847	350	-	-	2,197
Depreciation/ amortization	2,120	244	-	-	2,364

### Geographical Segments

The Group's continuing operates are mainly production and sale of products in two principal geographical areas, Malaysia, Vietnam and Indonesia.

	Revenue from external customers by location of customers		Segment assets by location of assets		Capital expenditure by location of assets	
	YTD 31 Mar 2013 RM'000	YTD 31 Mar 2013 RM'000	YTD 31 Mar 2013 RM'000	YTD 31 Mar 2013 RM'000	YTD 31 Mar 2014 RM'000	YTD 31 Mar 2013 RM'000
<b>Continuing operations</b>						
Malaysia	80,299	85,610	197,149	159,229	1,631	2,163
Indonesia	2,466	289	4,450	4,155	1,938	33
Vietnam	3,072	-	-	-	-	-
<b>Discontinued operation</b>						
Vietnam	-	-	-	-	-	-
	<u>85,837</u>	<u>85,899</u>	<u>201,599</u>	<u>163,385</u>	<u>3,569</u>	<u>2,196</u>

#### A11. Subsequent Material Events

No material events have arisen between the end of the reporting period and the date of issuance of this quarterly report, which will substantially affect the results of the Group.

#### A12. Changes in the Composition of the Group

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

#### A13. Contingent Liabilities or Contingent Assets

There were no changes in contingent liabilities or contingent assets since the last annual statements of financial position to the date of the report.

#### A14. Capital Commitments

	12 months ended 31 Mar 2014 RM'000	12 months ended 31 Mar 2013 RM'000
Approved and contracted but not provided for:		
Property, Plant & Machinery	7,277	7,178
Total	<u>7,277</u>	<u>7,178</u>

**B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS**

**B1. Review of Performance**

For the fourth financial quarter ended 31 Mar 2014 (“4Q 2014”), the Group registered a higher revenue of RM 20.61 million as compared to RM 20.22 million in the previous corresponding quarter ended 31 Mar 2013 (“4Q 2013”), an increase of 2.0% (RM 0.40 million). The revenue growth was mainly due to higher overall demand for goods and services Trading Segments.

Profit before tax was RM 3.74 million for 4Q 2014 compared to RM 0.096 million for 4Q 2013. The increase in profit before tax was mainly due to the gain arising from disposal of investment properties of RM 3.08 million in the current quarter.

**B2 Review of Performance by segment**

	<b>Individual 31/03/2014 RM'000</b>	<b>Quarter 31/03/2013 RM'000</b>	<b>Cumulative 31/03/2014 RM'000</b>	<b>Quarter 31/03/2013 RM'000</b>
<b>External Revenue By Segment :</b>				
Manufacturing	12,903	12,948	54,012	52,929
Trading	7,711	7,270	31,825	32,970
	20,614	20,218	85,837	85,899

The manufacturing segment contributed revenue of RM 12.90 million for 4Q 2014 compared to RM12.94 million in 4Q 2013. The lower revenue in the current quarter compared to the previous year corresponding quarter was due to lower demand from ink, metal and graphite parts and cut wires industry.

The trading segment contributed revenue of RM7.71 million for 4Q 2014 compared to RM 7.27 million in the previous year corresponding quarter. Higher revenue for the current quarter compared to the previous year corresponding quarter was due to the higher demand from graphic art, equipment for lithography and allied industries.

**B3. Prospects**

In view of the on-going market penetration strategy and continuous cost control management, the Board of Directors is confident of achieving encouraging performance for the financial year ending 31 March 2015.

**B4. Statement of the Board of Directors' Opinion**

Not applicable as the Group did not announce or publish any revenue or profit estimate, forecast, projection or internal target for the financial year.

**B5. Profit Forecast and Profit Guarantee**

The Group has not provided any profit forecast or profit guarantee in a public document.

**B6. Taxation**

	INDIVIDUAL Current quarter ended 31/03/2014 RM'000	QUARTER Corresponding quarter ended 31/03/2013 RM'000	CUMULATIVE Current year ended 31/03/2014 RM'000	QUARTER Corresponding year ended 31/03/2013 RM'000
<b>Malaysia Income Tax</b>				
-Provision for the period	(820)	(179)	(1,244)	(894)
<b>Deferred Taxation</b>				
-Reversal/(Provision) for the period	525	(68)	776	(98)
	(295)	(247)	(468)	(992)

The effective rate of tax applicable to the Group for the current year to date is higher than Malaysia statutory tax rate mainly due to certain expenses not deductible for tax purposes.

**B7. INVESTMENT PROPERTIES**

On 9 January 2014, TIGB wholly owned subsidiaries, Toyo Ink Sdn Bhd and Toyo Photo Products Sdn Bhd had entered into a Sale and Purchase Agreement with Shen & Sons Sdn Bhd for the sale of properties for consideration of RM2.4 million and RM 3.5 million respectively. The disposal was completed in the fourth quarter of the financial year ended 31 March 2014.

**B8. Status of Corporate Proposals**

There were no corporate proposals announced or not completed as at the date of this report.

**B9. Borrowings**

The Group's borrowings as at the end of the reporting quarter are as follows:

	31/03/2014 RM'000	31/03/2013 RM'000
<b>Short term borrowings</b>		
<b>Unsecured</b>		
Bankers' acceptances	878	5,712
Bank overdrafts	3,400	6,197
	<u>4,278</u>	<u>11,909</u>
<b>Secured</b>		
Bankers' acceptances	13,628	11,422
Bank overdrafts	7,418	5,493
Term loan	253	170
	<u>25,577</u>	<u>28,994</u>
<b>Long term borrowings</b>		
<b>Secured</b>		
Term Loan	2,260	366
<b>Total</b>	<u>27,837</u>	<u>29,360</u>

**B10. Material Litigations**

Saved as disclosed, there were no material litigations as at the date of this quarterly report:-

On 15 January 2013, the Company was served with an ex parte interim injunction order dated 14 January 2013 from the High Court of Malaya, Kuala Lumpur (the said "Order") and an Originating Summons dated 14 January 2013 ("Originating Summons") which was filed by five of its shareholders ("the Plaintiffs").

The Plaintiffs were seeking the following reliefs from the High Court vide the Originating Summons:

- (i) A declaration that the Resolution (ii) and (iv) which were tabled before the EGM of TIGB held on 3 December 2012 be declared null and void;
- (ii) A declaration that the Resolution (ii) which was tabled before the EGM of TIGB held on 3 December 2012 is ultra vires the Memorandum and Articles of Association of TIGB and void;
- (iii) An order that all the ordinary shareholders of TIGB be treated equally according to their respective shareholding rights and to be issued or to receive the bonus shares proportionately to their equity holding without any conditions attached to the bonus shares;
- (iv) Cost; and
- (v) Any other order or relief deemed appropriate by the Court.

The High Court has dismissed the Plaintiffs' interlocutory injunction application with no order as to costs during the court hearing that was held on 22 January 2013. The High Court also had on the same date fixed the date for case management to be held on 13 March 2013.

During the case management on 13 March 2013, the High Court has allowed the application by the Plaintiffs to amend the Originating Summons to add an additional prayer for damages and fixed the hearing of the Originating Summons on 7 May 2013.

The hearing of the Originating Summons was held on 7 May 2013 and 29 May 2013 and the Court has reserved her decision until 19 July 2013.

On 19 July 2013, the Court has dismissed the Plaintiffs' case with costs of RM80,000.00.

On 16 August 2013, the Plaintiffs had served a Notice of Appeal on their intention to file an appeal in the Court of Appeal against the whole of the decision of the High Court made on 19 July 2013.

On 13 February 2014, the Court of Appeal had dismissed the appellant's case with costs of RM15,000.00.

**B11. Dividend**

The Board does not recommend any dividend for the current quarter under review.

**B12. Realized/unrealized profit/(losses)**

	<b>31/03/2014</b>	<b>31/03/2013</b>
	<b>RM'000</b>	<b>RM'000</b>
Total retained earnings of the Group:		
Realized	16,572	21,704
Unrealized	(1,949)	(2,729)
	<u>14,623</u>	<u>18,975</u>
Add: Consolidation adjustment	63	63
Total group retained profits as per consolidated financial statements	<u>14,686</u>	<u>19,038</u>

**B13. Disclosures of derivatives**

There were no outstanding derivatives as at 31 March 2014.

**B14. Gain/Losses Arising from Fair Value Changes of Financial Liabilities**

There were no gains/losses arising from fair value changes of the financial liabilities for the current quarter ended 31 March 2014.

**B15. Notes to the condensed consolidated Income Statement**

Profit before taxation is arrived at after (charging)/crediting the following items:

	<b>Individual quarter ended 31/03/2014 RM'000</b>	<b>Year ended 31/03/2014 RM'000</b>
Other income	3,689	3,818
Interest expense	(442)	(1,706)
Depreciation of property, plant and equipment	(613)	(2,413)
Depreciation of investment property	(4)	(22)
Foreign exchange (loss)/ gain	20	57

Save as disclosed above, the other items as required under Appendix 9B, Part A Note 16 of the Bursa Listing Requirements are not applicable.

**B16. Utilization of Proceeds raised from renounceable Rights Issue**

On 30 April 2013, the Company has completed the Corporate Exercise comprising the following:-

(i) Renounceable Rights Issue of up to 42,800,000 new ordinary shares of RM1.00 each in Toyo Ink Group Berhad ("TIGB") together with up to 42,800,000 free new detachable warrants ("Warrants") at an issue price of RM1.20 per Rights Share together with one (1) free Warrant for every one (1) existing ordinary share of RM1.00 each in TIGB; and

(ii) Bonus issue of up to 21,400,000 new ordinary shares of RM1.00 each in TIGB to be credited as fully-paid up on the basis of one (1) Bonus Share for every two (2) Rights Shares subscribed by the existing shareholders of TIGB and/or their renounee(s) pursuant to the Rights Issue with Warrants.

The details and status of the utilization of Proceeds from renounceable Rights Issue are as follow:

<b>Purpose</b>	<b>Proposed Utilization RM'000</b>	<b>Actual Utilization RM'000</b>	<b>Intended Time Frame</b>
Repayment of bank borrowings	29,359	29,540	Completed
Working Capitals	21,451	21,450	Completed
Estimated expenses in relation to the Rights Issue	550	718	Completed
	<u>51,360</u>	<u>51,708</u>	

**B17. Earnings Per Share**

- i. Basic earnings per share is calculated by dividing the profit/ (loss) attributable to shareholders by the weighted average number of ordinary shares in issue during the financial period.

	<b>INDIVIDUAL</b> Current quarter ended <b>31/03/2014</b> <b>RM'000</b>	<b>QUARTER</b> Corresponding quarter ended <b>31/03/2013</b> <b>RM'000</b>	<b>CUMULATIVE</b> Current year ended <b>31/03/2014</b> <b>RM'000</b>	<b>QUARTER</b> Corresponding year ended <b>31/03/2013</b> <b>RM'000</b>
Profit / (Loss) attributable to shareholders	3,438	308	4,885	1,181
Weighted average number of ordinary shares in issue	107,000	42,800	107,000	42,800
Basic earnings per share (sen)				
From continuing operations	3.22	0.13	4.64	2.18
From discontinued operation	-	0.59	-	0.58
	3.22	0.72	4.64	2.76

- ii. The Company does not have any dilutive potential ordinary shares as the fair value of the ordinary shares during the period less than the exercise price. Accordingly, the diluted earnings per share are not presented.

By Order of the Board,

Chow Chooi Yoong  
Company Secretary

Dated 29 May 2014