

**EKA NOODLES BERHAD (Company No.583565-U)**  
**(FORMERLY KNOWN AS KBB RESOURCES BERHAD)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AND QUARTERLY REPORT FOR THE PERIOD ENDED**  
**30 SEPTEMBER 2014**

	<b>Current Year</b>	<b>Preceding Year</b>
	<b>As at</b>	<b>As at</b>
	<b>30.09.14</b>	<b>30.06.14</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	62,869	63,878
Intangible Assets	98	98
	62,967	63,976
<b>Current Assets</b>		
Inventories	5,622	6,832
Trade Receivables	15,432	15,447
Other Receivables, Deposits and Prepayments	8,989	8,575
Tax Recoverable	185	183
Fixed Deposit with Licensed Banks	725	756
Cash and Bank Balances	3,313	2,000
	34,266	33,793
<b>TOTAL ASSETS</b>	<b>97,233</b>	<b>97,769</b>
<b>EQUITY AND LIABILITIES</b>		
Share Capital	36,000	36,000
Revaluation Reserve	6,297	6,297
Share Premium	3,600	3,600
Capital Reserve	4,837	4,837
Retained Profits/(Accumulated Losses)	(39,466)	(37,032)
<b>Total Equity</b>	<b>11,268</b>	<b>13,702</b>
<b>Non-Current Liabilities</b>		
Borrowings	56,486	56,170
Deferred Tax Liabilities	1,272	1,272
	57,758	57,442
<b>Current Liabilities</b>		
Trade Payables	8,999	9,168
Other Payables and Accruals	6,047	5,261
Amount Owing to Directors	54	54
Borrowings	13,053	12,088
Provision for Taxation	54	54
	28,207	26,625
<b>Total Liabilities</b>	<b>85,965</b>	<b>84,066</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>97,233</b>	<b>97,769</b>
<b>Net Assets Per Ordinary Share Attributable to Ordinary Equity Shareholders (RM)</b>	<b>0.05</b>	<b>0.06</b>

Notes:-

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

**EKA NOODLES BERHAD (Company No.583565-U)**  
**(FORMERLY KNOWN AS KBB RESOURCES BERHAD)**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME AND**  
**QUARTERLY REPORT ON CONSOLIDATED PERIOD ENDED**  
**30 SEPTEMBER 2014**

	Current Year Quarter  30.09.14 (Unaudited) RM'000	Individual Quarter Preceding Year Corresponding Quarter 30.09.13 (Unaudited) RM'000	Current Year To Date  30.09.14 (Unaudited) RM'000	Cumulative Quarter Preceding Year Corresponding Period 30.09.14 (Unaudited) RM'000
Revenue	17,160	22,643	17,160	22,643
Cost of Sales	(15,128)	(19,228)	(15,128)	(19,228)
<b>Gross Profit</b>	<b>2,032</b>	<b>3,415</b>	<b>2,032</b>	<b>3,415</b>
Other Income	311	72	311	72
Administrative Expenses	(1,511)	(1,380)	(1,511)	(1,380)
Selling and Distribution Expenses	(1,698)	(1,743)	(1,698)	(1,743)
<b>Operating Profit/(Loss)</b>	<b>(866)</b>	<b>364</b>	<b>(866)</b>	<b>364</b>
Finance Costs	(1,568)	(1,327)	(1,568)	(1,327)
<b>Profit/(Loss) Before Taxation</b>	<b>(2,434)</b>	<b>(963)</b>	<b>(2,434)</b>	<b>(963)</b>
Taxation	-	-	-	-
<b>Profit/(Loss) After Taxation</b>	<b>(2,434)</b>	<b>(963)</b>	<b>(2,434)</b>	<b>(963)</b>
Earnings Per Share				
- Basic (sen)	(1.01)	(0.08)	(1.01)	(0.08)
- Diluted (sen)	-	-	-	-

Notes:-

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

**EKA NOODLES BERHAD (Company No.583565-U)**  
**(FORMERLY KNOWN AS KBB RESOURCES BERHAD)**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY AND QUARTERLY REPORT ON**  
**CONSOLIDATED RESULTS FOR THE PERIOD ENDED 30 SEPTEMBER 2014**

	Share Capital	Exchange Translation Reserve	Share Premium	Non-Distributable Capital Reserve	Revaluation Reserve	Distributable Accumulated Losses	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b><u>Audited</u></b>							
Balance as at 1 July 2013	60,000	(4,920)	-	-	4,393	(36,770)	22,703
Realized Foreign Currency	-	4,920	-	-	-	-	4,920
Capital Reduction	(42,000)	-	-	5,230	-	36,770	-
Share issued by right issue exercise	18,000	-	3,600	-	-	-	21,600
Revaluation of land and building	-	-	-	-	1,904	-	1,904
Right Issue expense incurred	-	-	-	(393)	-	-	(393)
Loss for the Year	-	-	-	-	-	(37,032)	(37,032)
Balance as at 30 June 2014	36,000	-	3,600	4,837	6,297	(37,032)	13,702
<b><u>Unaudited</u></b>							
Balance as at 1 July 2014	36,000	-	3,600	4,837	6,297	(37,032)	13,702
Loss for the Period	-	-	-	-	-	(2,434)	(2,434)
Balance as at 30 September 2014	36,000	-	3,600	4,837	6,297	(39,466)	11,268

Note:-

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2014 and the accompanying explanatory notes attached to the interim financial statements.

**EKA NOODLES BERHAD (Company No.583565-U)**  
**(FORMERLY KNOWN AS KBB RESOURCES BERHAD)**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS AND QUARTERLY**  
**REPORT ON CONSOLIDATED RESULTS FOR THE PERIOD ENDED**  
**30 SEPTEMBER 2014**

	<b>Current Year to Date</b>	<b>Preceding Year Corresponding Period</b>
	<b>(3 months)</b>	<b>(12 months)</b>
	<b>30.09.2014</b>	<b>30.06.2014</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from Operations	17,175	94,111
Payment to Suppliers and Employees	(14,693)	(110,492)
Income Tax Refund	(3)	170
Interest Paid	(1)	(14)
<b>Net Cash used in Operating Activities</b>	<b>2,478</b>	<b>(16,225)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from Disposal of Property, Plant and Equipment	-	50
Purchase of Property, Plant and Equipment	(749)	(2,736)
Withdrawal of Fixed Deposit	-	-
Cash loss on disposal	-	(80)
<b>Net Cash (used in)/from Investing Activities</b>	<b>(749)</b>	<b>(2,766)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Islamic Acceptance Bills	839	3,000
Proceeds from Hire Purchase Payables	86	365
Repayment of Hire Purchase Payables	(13)	(139)
Proceeds from Loan	315	4,779
Repayment of Term Loan	-	(7,491)
Proceeds from Right Issue	-	21,207
Repayment to Directors	-	(1,975)
Interest Paid	(1,568)	(5,516)
<b>Net Cash from/(used in) Financing Activities</b>	<b>(341)</b>	<b>14,230</b>
<b>Net increase/(decrease) in Cash and Cash Equivalents</b>	<b>1,388</b>	<b>(4,761)</b>
Effects of Foreign Exchange Rates Changes	-	-
<b>Cash and Cash Equivalents at Beginning</b>	<b>2,650</b>	<b>7,411</b>
<b>Cash and Cash Equivalents at End</b>	<b>4,038</b>	<b>2,650</b>
<b>Represented by:-</b>		
Fixed Deposits with Licensed Banks	725	650
Cash and Bank Balances	3,313	2,000
	<b>4,038</b>	<b>2,650</b>

Notes:-

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

**EKA NOODLES BERHAD (Company No.583565-U)**  
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**NOTES TO THE INTERIM FINANCIAL REPORTS FOR QUARTER**  
**ENDED 30 SEPTEMBER 2014**

**PART A: EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING**  
**STANDARD (“FRS”) 134: INTERIM FINANCIAL REPORTING**

**A1) Basis of Preparation**

The interim financial statements for the current quarter are unaudited and have been prepared in accordance with the requirements outlined in the Malaysian Financial Reporting Standards (“MFRSs”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements are the Group’s first MFRS compliant interim financial statements and hence MFRS 1: First-Time Adoption of Malaysian Financial Reporting Standards (MFRS 1) has been applied. The date of transition to the MFRS framework is 1 January 2012. At that transition date, the Group reviewed its accounting policies and considered the transitional opportunities under MFRS 1. As the requirements under FRS and MFRS are similar, the significant accounting policies adopted in preparing this interim financial statements, are consistent with those of the audited financial statements for the financial year ended (“FRS”) 30 June 2014.

The transition to MFRS framework does not have any financial impact to the financial statements of the Group.

Paragraph 20 of MFRS 134 requires the comparative statements to be presented from the comparable interim period (current and period-to-date) of immediate preceding financial year. Save for statement of financial position and, the comparatives disclosed in these condensed financial statements are for the 3-month period from 1 July 2012 to September 2012, not from the beginning of the preceding financial period of 1 January 2012, as the Group changed its financial year in 2011 from 31 December 2011 to 30 June 2012.

**A2) Changes in Accounting Policies**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134 “Interim Financial Reporting” and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2013. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2013.

The accounting policies and methods of computation used in preparing the interim financial statements are consistent with those adopted for the audited financial statements for the year ended 31 December 2013.

The Group and Company has not applied the following MFRSs, Amendments to MFRSs, Issue Committee Interpretations (“IC Interpretations”) and Amendments to IC Interpretation that have been issued by MASB but are not yet effective.

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**NOTES TO THE INTERIM FINANCIAL REPORTS FOR QUARTER**  
**ENDED 30 SEPTEMBER 2014**

**PART A: EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD (“FRS”) 134: INTERIM FINANCIAL REPORTING**

New/Revised MFRSs, Amendments to MFRSs, IC Interpretations and Amendments to IC Interpretation		Effective for financial periods beginning on or after
MFRS 9	Financial Instruments	To be announced
Amendments to MFRS 10, MFRS 12 and MFRS 127	Investment Entities Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to MFRS 132		
Amendments to MFRS 136	to Recoverable Amount Disclosures for Non-financial Assets	1 January 2014
Amendments to MFRS 139	to Novation of Derivatives and Continuation of Hedge Accounting	1 January 2014
IC Interpretation 21	Levies	1 January 2014
Amendments to MFRS 119	to Defined Benefit Plans; Employee Contributions	1 July 2014
Amendments to MFRS 2, MFRS 8, MFRS 13, MFRS 116, MFRS 124, MFRS 138	to Annual Improvements to MFRS 2010-2012 Cycle	11 July 2014
Amendments to MFRS 1, MFRS 3, MFRS 13, MFRS 140	to Annual Improvements to MFRS 2011-2013 Cycle	1 July 2014

Except as otherwise indicated below, the adoption of the above new standard, amendments and interpretations are not expected to have significant impact on the financial statements of the Group and Company.

**MFRS 9, Financial Instruments**

The Standard addresses the classification, measurement and recognition of financial assets and financial liabilities. It replaces the parts of FRS 139 that relate to the classification and measurement of financial instruments.

MFRS 9 requires financial assets to be classified into two measurement categories: those measured as at fair value and those measured at amortised cost. The determination is made at initial recognition. The classification depends on the entity’s business model for managing its financial instruments and the contractual cash flow characteristics of the instrument.

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**PART A: EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD (“FRS”) 134: INTERIM FINANCIAL REPORTING**

For financial liabilities, the standard retains most of the FRS 139 requirements. The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change due to an entity’s own credit risk is recorded in other comprehensive income rather than the income statement, unless this creates an accounting mismatch.

The Group has yet to assess the full impact of MFRS 9 and intends to adopt MFRS 9 when it is mandated by the MASB.

Except as indicated above, the adoption of the above MFRSs, Amendments to MFRSs, IC Interpretations and Amendments to IC Interpretation are not expected to have significant impact on the financial statements of the Group and of the Company.

**A3) Seasonal or Cyclical Factors**

The Group’s performance is not significantly affected by any seasonal or cyclical factors.

**A4) Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial year-to-date.

**A5) Material Changes in Estimates**

There was no material changes in estimates of amount reported in prior interim period or financial period that have a material effect in the current quarter and financial year-to-date.

**A6) Debt and Equity Securities**

There were no issuances, repurchases, and repayments of long term debt and equity issued during the current quarter and financial year-to-date.

**A7) Dividend Paid**

There was no dividend paid in the current quarter and financial year-to-date.

**A8) Segmental Information**

The Group is principally engaged in the manufacturing and marketing of all types of rice, sago sticks (vermicelli) and other related products. Business segmental information has therefore not been prepared as the Group’s revenue, operating profit, assets employed, liabilities, capital expenditure, depreciation and non-cash expenses are mainly confined to one business segment.

The segmental information is therefore presented in respect of the Group’s geographical segments. The Group operates in two principal geographical areas namely West Malaysia and East Malaysia. The segmental information for the past three months ended 30 September 2014 was as follows:

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**PART A: EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD (“FRS”) 134: INTERIM FINANCIAL REPORTING**

	<b>Revenue</b> <b>RM’000</b>	<b>Total Assets</b> <b>RM’000</b>	<b>Capital Expenditures</b> <b>RM’000</b>
West Malaysia	15,045	73,141	749
East Malaysia	2,115	24,092	-
	17,160	97,233	749

**A9) Valuation of Property, Plant and Equipment (PPE)**

The Group had carried out the valuation on its property, plant and equipment from the previous audited annual financial statements. The property, plant and equipment of the Group are stated at cost less accumulated depreciation and any accumulated impairment losses.

**A10) Events Subsequent to the Balance Sheet Date**

There were no other material events subsequent to the reporting period that have not been reflected in the interim financial statements as at the date of this report except disclosed in B7.

**A11) Changes in the Composition of the Group**

There were no changes in the composition of the Group during the current quarter and financial year-to-date.

**A12) Changes in Contingent Liabilities or Contingent Assets**

There were no material contingent liabilities or contingent assets to be disclosed as at the date of the interim financial statements.

**A13) Capital Commitments**

There was no capital commitment in the current quarter under review.



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**NOTES TO THE INTERIM FINANCIAL REPORT FOR QUARTER**  
**ENDED 30 SEPTEMBER 2014**

**PART B: EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1) Review of Group Performance**

	<b>July – Sept 2014</b>	<b>Apr – June 2014</b>	<b>July – Sept 2013</b>	<b>Jul'14 – Sept'14</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Revenue</b>				
- West Malaysia	15,045	16,898	21,238	15,045
- East Malaysia	2,115	1,555	1,405	2,115
<b>Total</b>	<b>17,160</b>	<b>18,453</b>	<b>22,643</b>	<b>17,160</b>
<b>Profit/(Loss) before tax</b>				
- West Malaysia	(2,065)	(20,567)	416	(4,219)
- East Malaysia	(369)	(1,752)	(1,379)	(369)
<b>Total</b>	<b>(2,434)</b>	<b>(22,319)</b>	<b>(963)</b>	<b>(4,588)</b>

***Comparison with corresponding period in the previous year***

The Group's revenue for the current quarter under review was RM17.16 million and loss before tax was RM2.4 million.

The revenue was lower by RM5.48 million or represented 24.2% lower than preceding year corresponding quarter under review. The Group has suffered loss before tax of approximately RM2.4 million in the current quarter as compared with the loss before tax of RM0.96 million in corresponding quarter under review.

For West Malaysia, its revenue for the current quarter decreased by RM6.19 million or represented 29.1% as compared to corresponding quarter in previous year. This was mainly due to decrease in sales volume of bihun and laksa of some of our brands. The customers were then still not fully confident of some of our brands as a result of quality problem in July 2013. In line with the decrease in revenue, West Malaysia recorded loss before taxation compared to the corresponding quarter in previous year in profit before tax. This was mainly due to the higher production cost incurred such as price increase of raw material mainly broken rice and sago starch, high increase in tariff for electricity and implementation of minimum wages of RM900.00.

For East Malaysia, its revenue for the current quarter showed a increase as compared to the corresponding quarter in previous year. However, East Malaysia suffered loss before tax of RM0.37 million as compared to corresponding quarter in previous year with the loss of RM1.38 million. The improvement in production efficiency has attributed to the decrease in loss.

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**PART B: EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF**  
**THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1) Review of Group Performance (continued)**

*Comparison with preceding quarter*

The Group's revenue for the quarter under review was lower by RM1.3 million or represented 7% when compared with the preceding quarter.

The Group recorded loss before tax for the current quarter was RM2.4 million as compared to loss before tax about RM22.3 million in the immediate preceding quarter under review.

For West Malaysia, its revenue for the current quarter decreased by RM1.86 million or represented 11% lower as compared with the preceding quarter under review. Recently, there are new bihun and laksa manufacturers in the market and some of our customers have moved over to their brands because of our quality issue earlier.

The revenue of East Malaysia has increased by RM0.56 million or 36% as compared to the preceding quarter. This was mainly due to increase in sales of laksa contributed by new marketing team has been formed to penetrate into new market.

West Malaysia suffered loss before taxation of approximately RM2.1 million for the quarter as compared to the preceding quarter of RM20.6 million under review. This was mainly due to the loss were also attributed by provision for doubtful debts of RM3.4 million, loss on disposal of subsidiaries of RM4.1 million, written off of amount due by subsidiaries of RM3.0 million and impairment loss of property, plant and equipment in previous quarter under review.

East Malaysia suffered loss before taxation of approximately RM0.37 million for the quarter as compared with the preceding quarter loss of RM1.8 million under review. There was a provision of doubtful of RM2.8 million in the previous quarter.

**B2) Current Year Prospects**

Barring any unforeseen circumstances, the Group still continue its effort at cost cutting measures, improving in operation efficiency and productivity, improving in inventory control and credit control as well as focus on product development and quality improvement in the rice and sago sticks (vermicelli) operation in order to remain competitive in the local and overseas market.

We are also currently reorganizing our sales team with the objective to capture more of the local market and will also explore the international market.

**B3) Variance between Actual Profit and Forecast Profit**

The Group did not issue any profit forecast or profit guarantee during the current quarter under review.

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**NOTES TO THE INTERIM FINANCIAL REPORT FOR QUARTER**  
**ENDED 30 SEPTEMBER 2014**

**PART B: EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B4) Taxation**

	<b>Current Year Quarter 30.09.14 RM'000</b>	<b>Current Year-to- Date 30.09.14 RM'000</b>
Income Tax	-	-
Deferred Tax	-	-
	-	-

**B5) Unquoted Investments and Properties**

There were no sales and purchases of unquoted investments and properties for the current quarter.

**B6) Quoted Securities**

There were no purchases or disposals of quoted securities for the current quarter.

**B7) Corporate Proposals**

- a) On 29 January 2014, M&A Securities Sdn Bhd had, on behalf of Directors of KBB, announced that the Rights Issue has been completed with the listing of and quotation for 120,000,000 Rights Shares and 120,000,000 Warrants on Main Market of Bursa Securities.

The proceeds of RM21,600,000 were utilized in the following manner:-

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Timeframe of Utilisation	Balance of Utilisation RM'000
Working Capital	16,200	16,207	Within 12 months	-
Capital Expenditure	5,000	5,000	Within 24 months	-
Expenses relating to the Proposal	400	393	Within 3 months	-
<b>Total</b>	<b>21,600</b>	<b>21,600</b>		<b>-</b>

For the expenses relating to the proposal, in the event that the actual expense is less than the allocated amount, the excess allocated amount shall be utilized as working capital for the Group.

On 1 October 2014, Bursa had approved the following proposal:-

- (i) proposed private placement of up to 72,000,000 new ordinary shares of RM0.15 each in EKA (“EKA Shares” or “Shares”) to independent third party investor(s) to be identified (“Proposed Private Placement”);
- (ii) proposed increase in the authorised share capital of the Company from RM60,000,000 comprising 400,000,000 EKA Shares to RM90,000,000 comprising 600,000,000 EKA Shares (“Proposed IASC”); and
- (iii) proposed amendments to the Memorandum and Articles of Association of the Company for the Proposed IASC (“Proposed Amendments”).

On 3 November 2014, the proposal had been approved by the shareholder in the Extraordinary General Meeting.

## **B8) Borrowings and Debts Securities**

The Groups’ borrowings as at 30 September 2014 are as follows:-

	<b>Secured RM’000</b>	<b>Unsecured RM’000</b>	<b>Total RM’000</b>
<b>Short Term Borrowings:-</b>			
Hire Purchase Payables	-	53	53
Short Term Loan	10,355	-	10,355
Term Loans	2,345	300	2,645
	<u>12,700</u>	<u>353</u>	<u>13,053</u>
<b>Long Term Borrowings:-</b>			
Hire Purchase Payables	-	573	573
Term Loans	51,842	4,071	55,913
	<u>51,842</u>	<u>4,644</u>	<u>56,486</u>
<b>Total</b>	<u>64,542</u>	<u>4,997</u>	<u>69,539</u>

## **B9) Off Balance Sheet Financial Instruments**

There were no financial instruments with off balance sheet risk as at the date of the interim financial statements.

## **B10) Material Litigation**

### **a) Tenaga Nasional Berhad vs Rasayang Food Industries Sdn Bhd**

We have set aside the above case by our lawyer.

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**NOTES TO THE INTERIM FINANCIAL REPORTS FOR QUARTER**  
**ENDED 30 SEPTEMBER 2014**

**PART B: EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF**  
**THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B11) Earnings per Share**

The basic earnings per share of the Group are calculated by dividing the profit attributable to shareholders by the weighted average number of ordinary shares in issue during the financial period calculated as follows:-

	<b>Current Months Period Ended</b>	<b>Individual Quarter Preceding Year Corresponding Quarter</b>	<b>Current Year to Date</b>	<b>Cumulative Period Preceding Year Corresponding Period</b>
	<b>30.09.2014 RM'000</b>	<b>30.09.2013 RM'000</b>	<b>30.09.2014 RM'000</b>	<b>30.09.2013 RM'000</b>
Profit/(Loss) for the Period (RM'000)	(2,434)	(963)	(2,434)	(963)
Weighted Average Number of Ordinary Shares of RM0.50/RM0.15 each ('000)	240,000	120,000	240,000	120,000
Earnings Per Share				
- Basic (sen)	(1.01)	(0.80)	(1.01)	(0.80)
- Diluted (sen)	-	-	-	-

Diluted earnings per share have not been computed as the effect of the share options under ESOS is anti-dilutive in nature.

Notes:-

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

**B12) Realized and Unrealized Loss**

	<b>30.09.2014 RM'000</b>	<b>30.09.2013 RM'000</b>
Total retained earnings of the Company and its subsidiaries :-		
- Realized	(49,877)	(91,654)
- Unrealized	(1,326)	(1,204)
	(51,203)	(95,858)
Consolidation adjustments	11,737	55,125
Total accumulated Profit/(losses) of the Group as per consolidated accounts	(39,466)	(37,733)

**EKA NOODLES BERHAD (Company No.583565-U)**  
**(FORMERLY KNOWN AS KBB RESOURCES BERHAD)**  
**NOTES TO THE INTERIM FINANCIAL REPORTS FOR QUARTER**  
**ENDED 30 SEPTEMBER 2014**

**PART B: EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF**  
**THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B13) Profit / (Loss) for the period / year**

	<b>Current Year Quarter</b>	<b>Individual Quarter Preceding Year Corresponding Quarter</b>	<b>Current Year to Date <sup>(2)</sup></b>	<b>Cumulative Quarter Preceding Year Corresponding Period</b>
	<b>30.09.2014 (Unaudited) RM'000</b>	<b>30.09.2013 (Unaudited) RM'000</b>	<b>30.09.2014 (Unaudited) RM'000</b>	<b>30.09.2013 (Unaudited) RM'000</b>
<b>Profit / (Loss) for the period / year is arrive at after charging / (crediting) :-</b>				
Interest expense	1,568	1,327	1,568	1,327
Depreciation and amortization	1,757	1,942	1,757	1,942
Foreign exchange loss	-	3	-	3

Notes:-

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

**B14) Audit Report Qualifications**

The auditors' report on the preceding audited financial statements of the Company and its subsidiaries for the financial year ended 30 June 2014 did not contain any qualification.

**B15) Authorization for Issue**

The interim financial report was authorized for release by the Board of Directors in accordance with a resolution of the Board.