

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 APRIL 2015

(The figures have not been audited)

	As At End Of Current Quarter 30.4.15 RM'000	As At Preceding Financial Year End 31.7.14 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	21,915	22,454
Investment property	120	122
Intangible assets	475	475
	<u>22,510</u>	<u>23,051</u>
Current assets		
Inventories	31,030	38,986
Receivables	6,219	10,010
Other receivables and deposits	885	2,970
Tax recoverable	339	541
Cash and bank balances	1,446	2,472
	<u>39,919</u>	<u>54,979</u>
TOTAL ASSETS	<u>62,429</u>	<u>78,030</u>
EQUITY & LIABILITIES		
Equity attributable to owners of the parent		
Share capital	62,500	62,500
Share premium	21	21
Treasury shares	(112)	(112)
Share Issue Expense	(60)	-
Translation reserves	-	52
Retained profits	(27,485)	(18,851)
	<u>34,864</u>	<u>43,610</u>
Non-controlling interests	-	(4,678)
Total equity	<u>34,864</u>	<u>38,932</u>
Non-current liabilities		
Deferred taxation	3,441	3,441
	<u>3,441</u>	<u>3,441</u>
Current liabilities		
Payables	12,374	18,917
Other payables and accruals	2,046	2,791
Borrowings	9,704	13,949
Provision for taxation	-	-
	<u>24,124</u>	<u>35,657</u>
Total liabilities	<u>27,565</u>	<u>39,098</u>
TOTAL EQUITY & LIABILITIES	<u>62,429</u>	<u>78,030</u>
Net Assets per Share (RM)	0.2796	0.3122

Note :

The unaudited Condensed Consolidated Statement of Financial Position should be read in the Group's audited financial statements for the year ended 31 July 2014.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 APRIL 2015**
(The figures have not been audited)

	Individual Quarter		Cumulative Quarter	
	Current	Preceding	Current	Preceding
	Year	Year	Year	Year
	Quarter	Corresponding	To Date	Corresponding
	30.4.15	Quarter	30.4.15	Quarter
	RM'000	30.4.14	RM'000	30.4.14
		RM'000		RM'000
Revenue	7,662	6,958	23,977	23,804
Operating expenses	(10,656)	(8,848)	(28,944)	(28,255)
Exceptional items	-	-	591	-
Other operating income	745	372	1,468	939
Loss from operations	(2,249)	(1,518)	(2,908)	(3,512)
Finance cost	(175)	(155)	(442)	(532)
Loss before tax	(2,424)	(1,673)	(3,350)	(4,044)
Taxation	80	(52)	53	(52)
Net loss for the period	(2,344)	(1,725)	(3,297)	(4,096)
Other comprehensive income/(loss), net of tax				
Foreign currency translation differences for foreign operations	-	-	-	-
Total comprehensive loss for the period	(2,344)	(1,725)	(3,297)	(4,096)
Loss attributable to:				
Equity holders of the parent	(2,344)	(1,637)	(8,634)	(3,664)
Minority interest	-	(88)	5,337	(432)
Net loss for the period	(2,344)	(1,725)	(3,297)	(4,096)
Total comprehensive loss attributable to:				
Equity holders of the parent	(2,344)	(1,637)	(8,634)	(3,664)
Minority interests	-	(88)	5,337	(432)
Total comprehensive loss for the period	(2,344)	(1,725)	(3,297)	(4,096)
Basic earnings per share attributable to owners of the parent (sen)	(0.39)	(1.31)	(6.92)	(2.94)

Note :
The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with audited financial statements for the year ended 31 July 2014.

YEN GLOBAL BERHAD (Company No. 570396-D)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 30 APRIL 2015
(The figures have not been audited)**

	<-----Attributable to Equity Holders of the Parent----->						Total	Non- controlling Interests	Equity
	<-----Non-distributable----->			Distributable					
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Share Issu Expenses	Translation Reserve RM'000	Retained Profits RM'000			
Third quarter ended <u>30.4.15</u>									
Balance at 1.8.2014	62,500	21	(112)	-	52	(18,851)	43,610	(4,678)	38,932
Foreign currency translation	-	-	-	-	(8)	-	(8)	7	(1)
Total comprehensive loss for the period	-	-	-	(60)	-	(8,634)	(8,694)	5,337	(3,357)
Disposal of subsidiary	-	-	-	-	(44)	-	(44)	(666)	(710)
Balance at 30.4.2015	<u>62,500</u>	<u>21</u>	<u>(112)</u>	<u>(60)</u>	<u>-</u>	<u>(27,485)</u>	<u>34,864</u>	<u>-</u>	<u>34,864</u>
Third quarter ended <u>30.4.14</u>									
Balance at 1.8.2013	62,500	21	(112)	-	(109)	(9,891)	52,409	(3,443)	48,966
Foreign currency translation	-	-	-	-	(9)	-	(9)	(10)	(19)
Total comprehensive loss for the period	-	-	-	-	-	(3,664)	(3,664)	(432)	(4,096)
Balance at 30.4.2014	<u>62,500</u>	<u>21</u>	<u>(112)</u>	<u>-</u>	<u>(118)</u>	<u>(13,555)</u>	<u>48,736</u>	<u>(3,885)</u>	<u>44,851</u>

Note :

The unaudited Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Group's audited financial statements for the year ended 31 July 2014. The accompanying notes are an integral part of this statement.

YEN GLOBAL BERHAD (Company No. 570396-D)**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 30 APRIL 2015**

(The figures have not been audited)

	Cumulative Current Year Quarter 30.4.15 RM'000	Cumulative Preceding Year Quarter 30.4.14 RM'000
Cash flows from operating activities		
Loss before taxation	(3,350)	(4,044)
Adjustments for :		
- Non-cash items	418	1,528
- Non-operating items	440	385
Operating profit/(loss) before working capital changes	(2,492)	(2,131)
Inventories	7,956	1,717
Receivables	5,876	6,384
Payables	(7,288)	(6,271)
Cash from operations	4,052	(301)
Interest paid	(442)	(532)
Income tax (paid)/ refund	255	52
Net cash from operating activities	3,865	(781)
Cash flows from investing activities		
Interest received	2	21
Disposal of subsidiary, net of cash disposed	(61)	-
Purchase of property, plant and equipment	(586)	(737)
Net cash used in investing activities	(645)	(716)
Cash flows from financing activities		
Payment of bankers acceptance	(3,471)	(499)
(Payment)/ Drawdown of factoring liabilities	(47)	(82)
Repayment of bank borrowings	(83)	(119)
Net cash used in financing activities	(3,601)	(700)
Effects of changes in exchange rates	(1)	(16)
Net increase in cash and cash equivalents	(382)	(2,213)
Cash and cash equivalents at beginning	(1,882)	(922)
Cash and cash equivalents at end	(2,264)	(3,135)
Represented by:		
Cash and bank balances	1,446	1,249
Bank overdrafts	(3,710)	(4,384)
	(2,264)	(3,135)

Note :

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 July 2014 and the accompanying explanatory notes to the interim financial statements.

SELECTED EXPLANATORY NOTES

30 APRIL 2015

1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS"), MFRS 134: Interim Financial Reporting and paragraph 9.22 and Part A of Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 July 2014. 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 Yen Global Berhad. ("Yen" or "Company") and its subsidiary companies (hereinafter referred to as the "Group") since the financial year ended 31 July 2014.

The same accounting policies and methods of computation are followed in the interim financial statements as compared with the financial statements for the financial year ended 31 July, 2014.

2 Audit Report

The auditors' report on the financial statements for the year ended 31 July 2014 was not qualified.

3 Seasonality or Cyclicity

As the Group is basically involved in the distribution of fashion apparels, major festivals and carnival sales have an impact on revenue and earnings.

4 Exceptional items

There were no exceptional items for the period under review.

5 Estimates

There were no changes to the estimates that have been used in the preparation of the current financial statements.

6 Issuance or repayment of debt/equity securities

There were no issuance or repayment of debt or equity securities for the current financial year to date.

7 Dividends

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

8 Segmental Reporting

Business segments

The Group is principally engaged in the manufacturing, marketing, distribution and retailing of jeanswear, other fashion apparels and accessories. 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.

Geographical Segments

The business of the Group is managed principally in Malaysia and its products are distributed mainly in Malaysia and Europe

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers whereas segment assets are based on the geographical location of assets.

SELECTED EXPLANATORY NOTES

30 APRIL 2015

	Current Quarter 30.4.15			
	Revenue RM'000	Profit/(Loss) Before Tax RM'000	Total assets RM'000	Capital expenditure RM'000
Malaysia	7,662	(2,424)	62,429	466
Europe	-	-	-	-
	<u>7,662</u>	<u>(2,424)</u>	<u>62,429</u>	<u>466</u>

	Current Year To Date 30.4.15			
	Revenue RM'000	Profit/(Loss) Before Tax RM'000	Total assets RM'000	Capital expenditure RM'000
Malaysia	23,678	(3,029)	62,429	586
Europe	299	(321)	-	-
	<u>23,977</u>	<u>(3,350)</u>	<u>62,429</u>	<u>586</u>

9 Valuation of Property, Plant and Equipment

There were no changes in the valuation of property, plant and equipment since the last audited financial statements for the year ended 31 July 2014.

10 Subsequent Events

In the opinion of the directors, there were no material events that have arisen between the end of the reporting quarter and the date of this announcement.

11 Change In The Composition of The Group

There were no change in the composition of the Group for the financial year to date, except as follows: On 23 December 2014, the Company has entered into a Share Sale Agreement with Dato' Leow Soo Tat for the disposal of 750,000 ordinary shares of RM1.00 each, representing 75% equity interest in Starix Collection Sdn. Bhd. ("Starix") for a total cash consideration of Ringgit Malaysia Three Hundred Thousand (RM300,000.00) only. The exceptional gain arising from the disposal is RM591,000.

12 Contingent Liabilities and Contingent Assets

There were no contingent liabilities and contingent assets of a material nature as at the date of this report.

13 Capital Commitments

There are no outstanding capital commitments at the end of the current quarter.

14 Review Of Performance

Turnover for this quarter of RM7.7 million is 10% higher than the RM7 million achieved in the corresponding quarter last year mainly due to additional sales generated from clearance of old stocks. As clearance sales were held with markdown prices, these will result in lower margins. As a result the current quarter recorded a higher loss before taxation of RM2.4 million against a loss of RM1.7 million in the corresponding quarter last year.

15 Material change in profit before taxation as compared to preceding quarter

The turnover of RM7.7 million achieved this quarter is 9% lower than the RM8.5 million achieved in the immediate preceding quarter as it captured clearance sales of slow-moving stocks. As a result, loss before taxation of RM2.4 million was recorded as compared to a smaller loss of RM0.4 million last quarter.

SELECTED EXPLANATORY NOTES

30 APRIL 2015

16 Current Year Prospects

The local trading environment has been affected by the implementation of the Goods and Services Tax and the weakening ringgit and these will have a negative impact on the businesses of apparel companies.

As part of its consolidation exercise, the Board will consider and implement further measures to improve the Group's outlook in the future. As no further material impairments of goodwill and inventories are expected for this year, the Group results for this year is expected to show an improvement over the previous year.

17 Taxation

	Current Year Quarter 30.4.15 RM'000	Current Year To Date 30.4.15 RM'000
Taxation comprise the following :		
Based on profit for the period :		
- Current tax	(80)	(53)
- Deferred taxation	-	-
	<u>(80)</u>	<u>(53)</u>

Reconciliation of statutory tax rate to effective tax rate :

	Current Year Quarter 30.4.15 %	Current Year To Date 30.4.15 %
Statutory tax rate	25	25
Tax impact of losses in subsidiary companies	<u>(27)</u>	<u>(26)</u>
	<u>(2)</u>	<u>(1)</u>

18 Treasury Shares

There were no repurchase of treasury shares during the year. Total treasury shares held as at year to date is 300,000.

19 Corporate Proposals

There were no corporate proposals for the current quarter.

20 Group Borrowings and Debt Securities

Group borrowings	Secured RM'000	Unsecured RM'000	Total RM'000
<u>Short term</u>			
Bank Overdraft	3,710	-	3,710
Bankers acceptance	5,994	-	5,994
Finance Lease liabilities	-	-	-
Factoring liabilities	-	-	-
Total	<u>9,704</u>	<u>-</u>	<u>9,704</u>

SELECTED EXPLANATORY NOTES

30 APRIL 2015

21 Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off balance sheet risk as at the date of this report.

22 Material Litigation

The Group does not have any material litigation as at the date of this report.

23 Realised and Unrealised Loss

Total retained lossess of the Group are as follows:

	30.4.15
	RM'000
- Realised	(17,326)
- Unrealised	(312)
	<u>(17,638)</u>
Add : Consolidation adjustments	(9,847)
	<u><u>(27,485)</u></u>

24 Profit /(Loss) Before Taxation

This is arrived at:

	Current Year Quarter 30.4.15 RM'000	Current Year To Date 30.4.15 RM'000
After Charging :		
Depreciation and amortization	332	1,127
Interest expense	175	442
And Crediting :		
Royalty income	537	1,088
Rental income	37	137
Bad debts recovered	-	60
Gain on disposal of property, plant and equipment	-	11
Interest income	<u>1</u>	<u>2</u>

25 Basis of calculation of loss per share

The basic loss per share for the quarter and cumulative year to date are computed as follow:

	Individual Current Year Quarter 30.4.15	Cumulative Current Year To Date 30.4.15
Net Loss for the period (RM'000)	<u>(2,344)</u>	<u>(8,634)</u>
Weighted average number of ordinary shares in issue ('000)	<u>124,700</u>	<u>124,700</u>
Basic Loss Per Share (sen)	<u>(1.88)</u>	<u>(6.92)</u>

There is no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the reported quarter and year.