

**KEIN HING INTERNATIONAL BERHAD**  
(Company No. 616056-T)

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

For the 3<sup>rd</sup> quarter and financial period ended 31 January 2015 - unaudited

<i>In thousands of RM</i>	Note	3 Months Ended		Financial Period Ended	
		31 Jan 2015	31 Jan 2014	31 Jan 2015	31 Jan 2014
<b>Revenue</b>		<u>46,147</u>	<u>39,461</u>	<u>143,532</u>	<u>119,087</u>
Operating profit		1,636	2,655	6,407	5,120
Investment income		56	113	243	194
Finance costs		(543)	(473)	(1,554)	(1,436)
Share of profit of equity-accounted associate, net of tax		-	12	-	100
<b>Profit before tax</b>		<u>1,149</u>	<u>2,307</u>	<u>5,096</u>	<u>3,978</u>
Income tax expense	B6	(185)	(513)	(1,267)	(922)
<b>Profit for the period</b>	B5	<u>964</u>	<u>1,794</u>	<u>3,829</u>	<u>3,056</u>
<b>Other comprehensive income, net of tax</b>					
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Share of capital reserve by a non-controlling interest of a subsidiary		-	-	114	-
<i>Items that may be reclassified subsequently to profit or loss</i>					
Foreign currency translation differences for foreign operations		2,798	1,057	2,507	1,738
Fair value of available-for-sale financial assets		2	-	3	1
<b>Total comprehensive income for the period</b>		<u>3,764</u>	<u>2,851</u>	<u>6,453</u>	<u>4,795</u>
<b>Profit attributable to:</b>					
Owners of the Company		674	1,224	2,776	1,746
Non-controlling interests		290	570	1,053	1,310
Profit for the period		<u>964</u>	<u>1,794</u>	<u>3,829</u>	<u>3,056</u>
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		2,487	1,910	4,401	2,882
Non-controlling interests		1,277	941	2,052	1,913
Total comprehensive income for the period		<u>3,764</u>	<u>2,851</u>	<u>6,453</u>	<u>4,795</u>
<b>Earnings per share attributable to owners of the Company (sen):</b>					
Basic/ Diluted	B11	<u>0.68</u>	<u>1.24</u>	<u>2.80</u>	<u>1.76</u>

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited consolidated financial statements for the year ended 30 April 2014 and the accompanying explanatory notes attached to the condensed consolidated interim financial statements.

**KEIN HING INTERNATIONAL BERHAD**  
(Company No. 616056-T)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**As at 31 January 2015 – unaudited**

<i>In thousands of RM</i>	Note	As at 31 Jan 2015	As at 30 Apr 2014 (audited)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		90,498	83,653
Prepaid lease payments		6,590	3,981
Other investments		199	696
		<u>97,287</u>	<u>88,330</u>
<b>Current assets</b>			
Trade and other receivables		30,100	28,468
Inventories		27,106	18,069
Cash and bank balances		12,641	16,960
Assets classified as held for sale		-	1,400
		<u>69,847</u>	<u>64,897</u>
<b>TOTAL ASSETS</b>		<u><b>167,134</b></u>	<u><b>153,227</b></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the Company</b>			
Share capital		49,500	49,500
Reserves		41,028	37,617
		<u>90,528</u>	<u>87,117</u>
Non-controlling interests		9,632	8,002
<b>Total equity</b>		<u><b>100,160</b></u>	<u><b>95,119</b></u>
<b>Non-current liabilities</b>			
Loans and borrowings	B8	9,751	8,973
Trade and other payables		1,435	1,014
Deferred tax liabilities		4,006	4,081
		<u>15,192</u>	<u>14,068</u>
<b>Current liabilities</b>			
Loans and borrowings	B8	24,469	19,611
Trade and other payables		26,988	23,580
Current tax liabilities		325	849
		<u>51,782</u>	<u>44,040</u>
<b>Total liabilities</b>		<u><b>66,974</b></u>	<u><b>58,108</b></u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><b>167,134</b></u>	<u><b>153,227</b></u>
<b>Net assets per share attributable to owners of the Company (RM)</b>		<u><b>0.91</b></u>	<u><b>0.88</b></u>

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited consolidated financial statements for the year ended 30 April 2014 and the accompanying explanatory notes attached to the condensed consolidated interim financial statements.*

**KEIN HING INTERNATIONAL BERHAD**  
(Company No. 616056-T)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
For the financial period ended 31 January 2015 – unaudited

	Attributable to Owners of the Company							Non-controlling interests	Total equity
	Non-distributable				Distributable		Total		
	Share capital	Share premium	Translation reserve	Fair value reserve	Retained earnings				
<i>In thousands of RM</i>									
<b>At 1 May 2014 (audited)</b>	49,500	2,669	802	(3)	34,149	87,117	8,002	95,119	
Profit for the period	-	-	-	-	2,776	2,776	1,053	3,829	
Other comprehensive income for the period, net of tax	-	-	1,622	3	-	1,625	999	2,624	
Total comprehensive income for the period	-	-	1,622	3	2,776	4,401	2,052	6,453	
Dissolution of a subsidiary	-	-	-	-	-	-	(422)	(422)	
Dividends paid	-	-	-	-	(990)	(990)	-	(990)	
<b>At 31 January 2015</b>	<b>49,500</b>	<b>2,669</b>	<b>2,424</b>	<b>-</b>	<b>35,935</b>	<b>90,528</b>	<b>9,632</b>	<b>100,160</b>	
<b>At 1 May 2013</b>	49,500	2,669	(149)	(3)	34,006	86,023	6,063	92,086	
Profit for the period	-	-	-	-	1,746	1,746	1,310	3,056	
Other comprehensive income for the period, net of tax	-	-	1,135	1	-	1,136	603	1,739	
Total comprehensive income for the period	-	-	1,135	1	1,746	2,882	1,913	4,795	
Acquisition of non-controlling interests	-	-	-	-	2	2	(5)	(3)	
Dividends paid	-	-	-	-	(990)	(990)	-	(990)	
<b>At 31 January 2014</b>	<b>49,500</b>	<b>2,669</b>	<b>986</b>	<b>(2)</b>	<b>34,764</b>	<b>87,917</b>	<b>7,971</b>	<b>95,888</b>	

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited consolidated financial statements for the year ended 30 April 2014 and the accompanying explanatory notes attached to the condensed consolidated interim financial statements.*

**KEIN HING INTERNATIONAL BERHAD**  
(Company No. 616056-T)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**For the financial period ended 31 January 2015 – unaudited**

<i>In thousands of RM</i>	Financial Period Ended	
	31 Jan 2015	31 Jan 2014
<b>Cash flows from operating activities</b>		
Profit before tax	5,096	3,978
Adjustments for:		
Non-cash items	8,932	8,345
Non-operating items	1,311	1,242
Operating profit before changes in working capital	<u>15,339</u>	<u>13,565</u>
Changes in working capital:		
Inventories	(9,037)	(780)
Trade and other receivables	(2,055)	(3,783)
Trade and other payables	4,161	1,655
Cash generated from operations	<u>8,408</u>	<u>10,657</u>
Income tax paid	(1,866)	(1,285)
<b>Net cash generated from operating activities</b>	<u>6,542</u>	<u>9,372</u>
<b>Cash flows from investing activities</b>		
Acquisition of non-controlling interests' share in a subsidiary	-	(3)
Acquisition of property, plant and equipment	(9,880)	(6,101)
Acquisition of prepaid lease payments	(2,321)	-
Proceeds from disposal of asset held for sales	1,400	-
Proceeds from disposal of property, plant and equipment	197	43
Proceeds from disposal of other investment	495	-
Dividend received	-	50
Interest received	175	128
<b>Net cash used in investing activities</b>	<u>(9,934)</u>	<u>(5,883)</u>
<b>Cash flows from financing activities</b>		
Advances from a non-controlling interest in a subsidiary	196	-
Proceeds from term loans	1,365	2,077
Repayment of advances to Directors	(480)	(260)
Repayment of term loans	(2,202)	(1,973)
Proceeds from/(Repayment of) other borrowings	1,528	372
Repayment of finance lease liabilities	(1,931)	(2,515)
Dividends paid	(990)	(990)
Interest paid	(1,420)	(1,307)
<b>Net cash used in financing activities</b>	<u>(3,934)</u>	<u>(4,596)</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(7,326)</b>	<b>(1,107)</b>
Exchange differences on translation of the financial statements of foreign operations	618	197
<b>Cash and cash equivalents at beginning of financial year</b>	<u>10,345</u>	<u>7,384</u>
<b>Cash and cash equivalents at end of financial period</b>	<u>3,637</u>	<u>6,474</u>
<b>Cash and cash equivalents at end of financial period comprise:</b>		
Cash & bank balances	8,451	6,653
Deposits with licensed banks (excluding pledged deposits)	4,057	7,931
Bank overdraft	(8,871)	(8,110)
	<u>3,637</u>	<u>6,474</u>

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited consolidated financial statements for the year ended 30 April 2014 and the accompanying explanatory notes attached to the condensed consolidated interim financial statements.*

**PART A: NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**A1. Basis of preparation**

**First-time adoption of Malaysian Financial Reporting Standards (“MFRS”)**

The condensed consolidated interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of *MFRS 134: Interim Financial Reporting* and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities’ Listing Requirements”).

The condensed consolidated interim financial statements should also be read in conjunction with the audited consolidated financial statements of the Group for the financial year ended 30 April 2014. These 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 last financial year ended 30 April 2014.

The supplementary information set out in Note B13, which is not part of the financial statements, is disclosed in accordance with the Guidance of *Special Matter No.1, Determination of Realised and Unrealised Profits or Losses* in the context of Disclosure Pursuant to Bursa Securities’ Listing Requirements.

**A2. Changes in accounting policies**

The Group has adopted the MFRSs, Amendments to MFRSs and IC Interpretation (if applicable) which become effective during the current financial year. The adoption of these pronouncements did not have any impact on the financial statements of the Group:

At the date of authorization of these interim financial statements, the following MFRSs, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:

***MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 July 2014***

- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2011-2013 Cycle)*
- Amendments to MFRS 2, *Share-based Payment (Annual Improvements 2010-2012 Cycle)*
- Amendments to MFRS 3, *Business Combinations (Annual Improvements 2010-2012 Cycle and 2011-2013 Cycle)*
- Amendments to MFRS 8, *Operating Segments (Annual Improvements 2010-2012 Cycle)*
- Amendments to MFRS 13, *Fair Value Measurement (Annual Improvements 2010-2012 Cycle and 2011-2013 Cycle)*
- Amendments to MFRS 116, *Property, Plant and Equipment (Annual Improvements 2010-2012 Cycle)*
- Amendments to MFRS 119, *Employee Benefits – Defined Benefit Plans: Employee Contributions*
- Amendments to MFRS 124, *Related Party Disclosures (Annual Improvements 2010-2012 Cycle)*

- Amendments to MFRS 138, *Intangible Assets (Annual Improvements 2010-2012 Cycle)*
- Amendments to MFRS 140, *Investment Properties (Annual Improvements 2011-2013 Cycle)*

***MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2016***

- MFRS 14, *Regulatory Deferral Accounts*
- Amendments to MFRS 11, *Joint Arrangements (Accounting for Acquisitions of Interests in Joint Operations)*
- Amendments to MFRS 116, *Property, Plant and Equipment (Clarification of Acceptable Methods of Depreciation)*
- Amendments to MFRS 138, *Intangible Assets (Clarification of Acceptable Methods of Amortisation)*
- Amendment to MFRS 127, *Equity Method in Separate Financial Statement*
- Amendments to MFRS 10 and MFRS 128, *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*
- Amendments to MFRSs contained in the document entitled “*Annual Improvements to MFRSs 2012 – 2014 Cycle*”
- Amendments to MFRS 101, *Disclosure Initiative*
- Amendments to MFRS 10, MFRS 12 and MFRS 128, *Investment Entities: Applying the Consolidation Exception*

***MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2018***

- MFRS 9, *Financial Instruments (IFRS 9 Financial Instruments as issued by IASB in July 2014)*

The initial applications of these MFRSs, Amendments and Interpretations, if applicable, are not expected to have any material financial impacts to the current and prior periods' consolidated financial statements upon their first adoption.

The MFRSs, Amendments and Interpretations which were issued but not yet effective have not been early adopted by the Group.

**A3. Seasonal and cyclical factors**

The Group's business operation results were not materially affected by any major seasonal and/or cyclical factors.

**A4. Unusual nature and amounts of items affecting assets, liabilities, equity, net income or cash flows**

There were no unusual nature and amounts of items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial period ended 31 January 2015.

**A5. Material changes in estimates**

There were no changes in estimates that have had material effect for the current quarter and financial period ended 31 January 2015.

**A6. Issuances and repayment of debt and equity securities**

There were no issuance, repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares or resale of treasury shares during the current quarter and financial period under review.

#### A7. Dividend Paid

The first and final single tier dividend of 1 sen per share or 2% totaling RM990,000 in respect of the financial year ended 30 April 2014 had been paid by the Company to the entitled shareholders of the Company on 20 November 2014.

No interim dividend was paid during the current quarter and financial period ended 31 January 2015.

#### A8. Segmental information

Segmental information is presented in respect of the Group's business segments as follows:-

##### **Results for the financial period ended 31 January 2015**

	<u>Manufacturing</u>	<u>Trading</u>	<u>Investment</u> <u>Holding</u>	<u>Adjustment</u>	<u>Consolidated</u>
	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	137,231	6,301	-	-	143,532
Inter-segment	5,505	305	-	(5,810)	-
<b>Total revenue</b>	<b>142,736</b>	<b>6,606</b>	<b>-</b>	<b>(5,810)</b>	<b>143,532</b>
<b>Segment results</b>	<b>6,159</b>	<b>323</b>	<b>1,239</b>	<b>(1,314)</b>	<b>6,407</b>
Investment income					243
Finance costs					(1,554)
<b>Profit before tax</b>					<b>5,096</b>
Income tax expense					(1,267)
<b>Profit for the period</b>					<b>3,829</b>

#### A9. Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the current quarter under review.

During the current quarter under review, Kein Hing Industry Vietnam Co., Ltd ("KHIV"), a wholly-owned subsidiary of the Company had on 23 January 2015 awarded a construction contract to a third party main contractor in Vietnam for the proposed construction of a single storey factory with a 3-storeys office and warehouse annexed on the industrial land located at Lot No. IN1-7A, VSIP Hai Phong Township, Industrial and Service Park, Thuy Nguyen District, Dinh Vu- Cat Hai Economic Zone, Hai Phong, Vietnam owned by KHIV for a total construction cost of US Dollars 2,930,192 or approximately RM10.0 million (the "Proposed Construction"). The Proposed Construction with a total built-up of approximately 80,000 square feet will cater for the future expansion plans of KHIB Group in Vietnam particularly the business of metal stamping, precision machining, assembly of components and fabrication of tools and dies.

#### A10. Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter and financial period ended 31 January 2015 save as disclosed below.

- (a) The Company had on 11 November 2014 incorporated a wholly-owned subsidiary company namely Kein Hing Thai Nguyen (Vietnam) Co., Ltd. ("KHTV") in Vietnam. The proposed principal activities of KHTV will be sheet metal stamping, precision machining, assembly of components and manufacturing and fabrication of tools and dies.
- (b) The Company had on 26 November 2014 received a written approval from the Hanoi Industrial and Export Processing Zone Authority ("HIZA"), Vietnam that Kein Hing Polychrome (Vietnam) Co. Ltd. ("KHPV"), an 80% owned subsidiary of the Company, had been dissolved on a voluntary basis by its shareholders and the dissolution took effect from 25 November 2014.

#### A11. Changes in contingent liabilities

There were no changes in contingent liabilities or contingent assets of a material nature since the last annual reporting period.

#### A12. Capital commitments

Capital commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at end of the reporting period were as follows:-

	<b>As at 31.1.2015 RM'000</b>
Approved and contracted for	18,567
Approved but not contracted for	648
<b>Total</b>	<b><u>19,215</u></b>



### A13. Fair Value Information

The Group uses the following hierarchy for determining the fair value of financial instruments carried at fair value and amortised cost; the different levels have been identified as follows:

**Level 1** – Fair value is derived from quoted price (unadjusted) in active markets for identical financial assets or liabilities that the entity can access at the measurement date.

**Level 2** – Fair value is estimated using inputs other than quoted prices included within Level 1 that are observable for the financial assets or liabilities, either directly or indirectly.

**Level 3** – Fair value is estimated using unobservable inputs for the financial assets and liabilities.

The table below analyses financial instruments carried at fair value and those not carried at fair value for which fair value is disclosed, together with their fair values and carrying amounts shown in the Statement of Financial Position as at 31 January 2015.

	Fair value of financial instruments carried at fair value			Fair value of financial instruments not carried at fair value			Total fair value RM'000	Carrying amount RM'000
	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000		
<b>Financial assets</b>	-	-	-	-	-	-	-	-
Other investments	-	-	-	-	-	-	-	-
<b>Financial liabilities</b>	-	-	-	-	-	-	-	-
Amount due to a non-controlling interest	-	-	-	-	-	2,619	2,619	2,619
Secured term loans	-	-	-	-	-	8,364	8,364	8,364
Unsecured term loans	-	-	-	-	-	394	394	394
Finance lease liabilities	-	-	-	-	-	6,921	6,921	6,921
	-	-	-	-	-	18,298	18,298	18,298

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

### **B1. Review of performance**

The Group registered revenue of RM46.1 million and RM143.5 million for the 3<sup>rd</sup> quarter and financial period ended 31 January 2015 as compared to RM39.5 million and RM119.1 million reported in the corresponding quarter and period last year, representing an increase in sales by RM6.6 million or 17% and RM24.4 million or 21% respectively. The growth in sales was mainly attributed to the increase in orders for components of TV, automotive parts and printer's components in Malaysia and Vietnam respectively.

Despite the increase in revenue during the current 3<sup>rd</sup> quarter, the Group reported a lower profit before tax ("PBT") of RM1.15 million, representing a decrease of RM1.15 million or -50% as compared to the PBT of RM2.3 million reported in the corresponding 3<sup>rd</sup> quarter last year. The drop in PBT was mainly due to initial costs and expenses incurred for new items of both existing and new customers during the set up and gestation period. Nevertheless, the Group was able to achieve a higher PBT of RM5.1 million for the nine (9) months ended 31 January 2015 as compared to the PBT of RM4.0 million reported last year, representing an improvement of RM1.1 million or 28% mainly attributed to stronger customer demand.

### **B2. Variation of results against preceding quarter**

The Group reported a PBT of RM1.15 million for the 3<sup>rd</sup> quarter as compared to PBT of RM1.3 million reported in the immediate preceding 2<sup>nd</sup> quarter of the current financial year, representing a decrease of RM0.15 million or -10%. The decrease in PBT was mainly due to the decrease in revenue during the current quarter under review.

### **B3. Prospects**

The world economy remains uncertain in view of the revised global growth forecast by the International Monetary Fund from 3.8% down to 3.5% in 2015, along with prolonged below-target inflation, it is challenging for policymakers across Europe and Asia to come up with fresh measures to stimulate demand more than six years after the global financial crisis.

Nevertheless, in Malaysia, it is expected that customers' orders will be sustainable at the current level going forward. Whereas, the growth prospects in Vietnam is expected to be better than previous financial year in view of stronger customers' demand. Against the above backdrop, the Board of Directors foresees that the Group will achieve a satisfactory result for the financial year ending 30 April 2015.

### **B4. Variance of actual and forecast profit**

The Group did not provide any profit forecast or profit guarantee for the financial year ending 30 April 2015.

**B5. Profit for the period**

	<b>3 Months Ended 31.1.2015 RM'000</b>	<b>Period Ended 31.1.2015 RM'000</b>
Profit for the period is arrived at after charging/(crediting):-		
Depreciation and amortisation	2,917	8,438
Finance costs	543	1,554
Property, plant and equipment written off	9	357
Loss on disposal of property, plant and equipment	1	130
Loss on disposal of other investment	5	5
Net foreign exchange (gain)/loss	(425)	(363)
Investment income	(56)	(243)

**B.6 Income tax expense**

	<b>3 Months Ended 31.1.2015 RM'000</b>	<b>Period Ended 31.1.2015 RM'000</b>
Current tax expense		
- <i>Malaysian income tax</i>	116	770
- <i>Foreign income tax</i>	226	591
- <i>Under provision in prior year</i>	(182)	(19)
	<u>160</u>	<u>1,342</u>
Deferred tax expense	<u>25</u>	<u>(75)</u>
<b>Total</b>	<u><u>185</u></u>	<u><u>1,267</u></u>

The effective tax rates of the Group for the current quarter was lower than the statutory income tax rate of 25% mainly attributed to tax incentive received by a subsidiary in Vietnam.

**B7. Status of corporate proposal announced**

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

**B8. Group loans and borrowings**

The Group loans and borrowings as at 31 January 2015 were as follows:

	<b>Short Term RM'000</b>	<b>Long Term RM'000</b>
<b><u>Unsecured</u></b>		
Bank overdraft	1,902	-
Bankers' acceptance	4,390	-
Term loans	241	152
	<u>6,533</u>	<u>152</u>
<b><u>Secured</u></b>		
Bank overdraft	6,968	-
Bills payable	5,282	-
Term loans	2,761	5,603
Finance lease liabilities	2,925	3,996
	<u>17,936</u>	<u>9,599</u>
<b>Total borrowings</b>	<b><u>24,469</u></b>	<b><u>9,751</u></b>

The loans and borrowings are denominated in Ringgit Malaysia except for certain term loans and bills payable amounting to approximately RM9.0 million which are denominated in US Dollar.

**B9. Changes in material litigation**

Neither the Company nor any of its subsidiaries is engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or any of its subsidiaries and the Board is not aware of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or any of its subsidiaries.

**B10. Dividend payable**

No interim dividend was declared during the financial period ended 31 January 2015 (2014 : NIL).

**B11. Basic earnings per share**

The basic earnings per share are calculated by dividing profit for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the current 3<sup>rd</sup> quarter under review as follows:-

	<b>3 Months Ended 31.1.2015 RM'000</b>	<b>3 Months Ended 31.1.2014 RM'000</b>
Earnings		
Profit attributable to owners of the Company	<u>674</u>	<u>1,224</u>
Weighted average number of ordinary shares in issue ('000)	<u>99,000</u>	<u>99,000</u>
<b>Basic earnings per share (sen)</b>	<u>0.68</u>	<u>1.24</u>

**B12. Auditors' report on preceding annual financial statements**

The independent auditors' report on the audited annual financial statements of the Group and of the Company for the last financial year ended 30 April 2014 was not qualified.

**B13. Retained earnings**

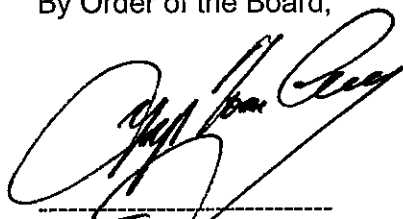
The breakdown of the retained earnings of the Group as at 31 January 2015, into realised and unrealised profits, is as follows:

	<b>As at 31.1.2015 RM'000</b>
The retained earnings of the Company and its subsidiaries:	
- Realised	48,046
- Unrealised	<u>(6,466)</u>
	41,580
Consolidation adjustments	<u>(5,645)</u>
<b>Total retained earnings of the Group</b>	<u><u>35,935</u></u>

**B14. Authorisation for issue**

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 27 March 2015.

By Order of the Board,



**Yap Toon Choy**  
Group Managing Director  
27 March 2015