



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2015

	(Unaudited)	(Audited)
	As At	As At
	30.06.15	31.12.14
ASSETS	RM'000	RM'000
<b>Non-current assets</b>		
Property, plant and equipment	287,488	217,293
Trademark	1	1
	<u>287,489</u>	<u>217,294</u>
<b>Current assets</b>		
Inventories	48,936	40,156
Trade receivables	52,916	26,053
Other receivables, deposits and prepayments	5,242	6,133
Current tax assets	0	46
Cash and cash equivalents	4,205	12,108
	<u>111,299</u>	<u>84,496</u>
<b>TOTAL ASSETS</b>	<u>398,788</u>	<u>301,790</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the company</b>		
Share capital	62,329	60,000
Retained earnings	66,438	63,109
	<u>128,767</u>	<u>123,109</u>
Non controlling interests	131,323	38,870
<b>Total equity</b>	<u>260,090</u>	<u>161,979</u>
<b>Non-current liabilities</b>		
Borrowings	14,687	14,687
Other payables	14,449	11,311
Deferred tax liabilities	3,743	2,091
Government fund	1,000	1,000
	<u>33,879</u>	<u>29,089</u>
<b>Current liabilities</b>		
Borrowings	57,546	39,961
Trade payables	26,022	11,024
Other payables	18,188	57,269
Government fund	1,000	1,000
Current tax liabilities	2,063	1,468
	<u>104,819</u>	<u>110,722</u>
<b>Total liabilities</b>	<u>138,698</u>	<u>139,811</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>398,788</u>	<u>301,790</u>
Net Assets per Share (RM)	0.52	0.51
Net Assets (RM'000)	128,767	123,109

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2014)



**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE SIX-MONTHS ENDED 30 JUNE 2015**

	3 months ended		6 months ended	
	30.06.15	30.06.14	30.06.15	30.06.14
	RM'000	RM'000	RM'000	RM'000
Revenue	78,871	70,448	137,828	122,351
Cost of sales	(68,471)	(60,185)	(119,921)	(105,394)
<b>Gross profit</b>	<u>10,400</u>	<u>10,263</u>	<u>17,907</u>	<u>16,957</u>
Other operating income	153	7,011	517	7,012
Operating expenses	(5,207)	(3,898)	(9,697)	(8,000)
Finance costs	(805)	(796)	(1,466)	(1,526)
<b>Profit before tax</b>	<u>4,541</u>	<u>12,580</u>	<u>7,261</u>	<u>14,443</u>
Income tax expense	(1,988)	(2,111)	(3,512)	(3,470)
<b>PROFIT FOR THE PERIOD</b>	<u>2,553</u>	<u>10,469</u>	<u>3,749</u>	<u>10,973</u>
<b>OTHER COMPREHENSIVE INCOME, NET OF TAX</b>	0	0	0	0
<b>Total comprehensive income for the period</b>	<u><u>2,553</u></u>	<u><u>10,469</u></u>	<u><u>3,749</u></u>	<u><u>10,973</u></u>
<b>Profit / (Loss) for the period attributable to:</b>				
- Equity holders of the company	3,694	9,834	5,822	10,812
- Non-controlling interests	<u>(1,141)</u>	<u>635</u>	<u>(2,073)</u>	<u>161</u>
Total comprehensive income / (loss) for the period attributable to:				
- Equity holders of the company	3,694	9,834	5,822	10,812
- Non-controlling interests	<u>(1,141)</u>	<u>635</u>	<u>(2,073)</u>	<u>161</u>
<b>Earnings per share attributable to equity holders of the company:</b>				
Basic earnings per share (sen)	<u>1.50</u>	<u>4.10</u>	<u>2.39</u>	<u>4.51</u>
Diluted earnings per share (sen)	<u>1.22</u>	<u>4.10</u>	<u>1.93</u>	<u>4.51</u>

(The Unaudited Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2014)



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE SIX-MONTHS ENDED 30 JUNE 2015**

	Share Capital RM'000	Distributable Retained Earnings RM'000	Total Attributable To Owners of The Parent RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
At 1 January 2014	60,000	63,790	123,790	6,953	130,743
Profit for the financial period	0	10,812	10,812	161	10,973
Other comprehensive income, net of tax	0	0	0	0	0
Total comprehensive income for the period	0	10,812	10,812	161	10,973
At 30 June 2014	60,000	74,602	134,602	7,114	141,716
At 1 January 2015	60,000	63,109	123,109	38,870	161,979
Profit / (Loss) for the financial period	0	5,822	5,822	(2,073)	3,749
Other comprehensive income, net of tax	0	0	0	0	0
Total comprehensive income/(loss) for the period	0	5,822	5,822	(2,073)	3,749
<b>Transactions with owners</b>					
Redeemable non-cumulative preference shares ("RNCPS") subscribed by non-controlling interests, of a subsidiary company	0	0	0	94,526	94,526
Issuance of ordinary shares - exercise of warrants	2,329	0	2,329	0	2,329
Total transactions with owners	2,329	0	2,329	94,526	96,855
Dividend	0	(2,493)	(2,493)	0	(2,493)
At 30 June 2015	62,329	66,438	128,767	131,323	260,090

(The Unaudited Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2014)



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE SIX-MONTHS ENDED 30 JUNE 2015**

	<b>6 months ended</b>	
	<b>30.06.15</b>	<b>30.06.14</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	7,261	14,443
Adjustments for :		
Depreciation	10,985	9,454
Interest expense	1,466	1,526
Interest income	(5)	(1)
Unrealised loss on foreign exchange	267	132
Gain on disposal of property, plant and equipment	(3)	(126)
Discount received from a machine supplier	0	(6,885)
Operating profit before working capital changes	<u>19,971</u>	<u>18,543</u>
Increase in inventories	(8,780)	(6,336)
(Increase) / Decrease in trade and other receivables	(25,006)	384
Decrease in trade and other payables	(24,442)	(10,826)
Cash (used in) / generated from operations	<u>(38,257)</u>	<u>1,765</u>
Interest paid	(1,466)	(1,526)
Interest received	5	1
Tax paid	(1,219)	(1,304)
<b>Net cash used in operating activities</b>	<u>(40,937)</u>	<u>(1,064)</u>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of property, plant and equipment	3	230
Purchase of property, plant and equipment	(81,180)	(3,508)
<b>Net cash used in investing activities</b>	<u>(81,177)</u>	<u>(3,278)</u>
<b>Cash flows from financing activities</b>		
Proceeds from short term bank borrowings	69,881	90,162
Repayments of short term bank borrowings	(67,959)	(91,769)
Repayments of term loans	(1,887)	(1,886)
Subscribed by non-controlling interests of a subsidiary company		
- RNCPS	94,526	0
Proceeds from issuance of shares pursuant to exercise of warrants	2,329	0
<b>Net cash from / (used in) financing activities</b>	<u>96,890</u>	<u>(3,493)</u>
<b>Net change in cash and cash equivalents</b>	(25,224)	(7,835)
<b>Effect of exchange rate changes on cash and cash equivalents</b>	215	1
<b>Cash and cash equivalents at beginning of the financial period</b>	<u>11,594</u>	<u>2,909</u>
<b>Cash and cash equivalents at end of the financial period</b>	<u>(13,415)</u>	<u>(4,925)</u>

Cash and cash equivalents at the end of the financial period comprise of the following :

	<b>As at</b>	<b>As at</b>
	<b>30.06.15</b>	<b>30.06.14</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash and cash equivalents	4,205	3,315
Bank overdrafts	(17,620)	(8,240)
	<u>(13,415)</u>	<u>(4,925)</u>

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2014)



## NOTES TO THE INTERIM FINANCIAL REPORT

### PART A : EXPLANATORY NOTES AS PER MFRS 134

#### A1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with the reporting requirements as set out in Malaysian Financial Reporting Standards ("MFRS") No. 134: Interim Financial Reporting and paragraph 9.22 of the Main Reporting Standards Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia") and should be read in conjunction with the Company's audited financial statements for the year ended 31 December 2014.

At the date of authorisation 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:

Amendment to MFRS 116 and MFRS 138 *Clarification of Acceptable Methods of Depreciation and Amortisation*  
Amendments to MFRSs *Annual Improvements 2012 - 2014 Cycle*  
MFRS 14 *Regulatory Deferral Accounts*  
Amendments to MFRS 11 *Accounting for Acquisitions of Interest in Joint Operations*  
Amendment to MFRS 116 and MFRS 141 *Agriculture: Bearer Plants*  
Amendments to MFRS 10 and MFRS 128 *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*  
Amendments to MFRS 10, MFRS 12 and MFRS 128 *Investment Entities: Applying the Consolidation Exception*  
Amendments to MFRS 101 *Disclosure Initiative*  
Amendments to MFRS 127 *Equity Method in Separate Financial Statements*  
MFRS 15 *Revenue from Contracts with Customers*  
MFRS 9 *Financial Instruments*

#### A2. Auditors' Report

The auditors' report on the financial statements for the financial year ended 31 December 2014 was not subject to any qualification.

#### A3. Seasonal and Cyclical factors

Other than solar segment, the Group's products are subject to some seasonality whereby production has slight improvements in the first quarter of the year. Production runs normally from the second quarter and peaks in third and fourth quarters before the major festivals such as Hari Raya, Christmas day, New Year and Chinese New Year.

#### A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting the assets, liabilities, equity, net income, or cash flows because of their nature, size, or incidence for the current quarter under review and financial year to date.

#### A5. Material Changes in Estimates

There were no other changes in accounting estimates of amounts reported in prior interim periods or the current financial period or changes in estimates of amounts reported in prior financial years.

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

For the financial period to date, there was no issuances, cancellations, repurchases, resale and repayments of debt and equity securities, save for the disclosure below:

- Issuance of 9,314,562 new ordinary shares of RM0.25 each pursuant to the exercise of warrants at RM0.25 per share. The total cash proceeds arising from the exercise of warrants during the current financial period amounted to RM2,328,640.50.

#### A7. Dividend paid

A first and final single tier dividend of 1 sen per ordinary share for the financial year ended 31 December 2014 was paid on 28 July 2015.

#### A8. Other Operating income

	Current Quarter 30.06.2015 RM'000	6 months Cumulative 30.06.2015 RM'000
Interest income	3	5
Gain on disposal of property and equipment	3	3
Deposit forfeited / Other income(receivables)	103	104
Income from TNB	44	405
Total other operating income	<u>153</u>	<u>517</u>



NOTES TO THE INTERIM FINANCIAL REPORT

A9. Operating expenses

	Current Quarter 30.06.2015 RM'000	6 months Cumulative 30.06.2015 RM'000
Advertisement	19	36
Depreciation	190	368
Foreign exchange loss	408	582
Rental	11	21
Salaries, allowances and bonus	1,865	3,705
Transportation	1,481	2,510
Water and electricity	23	43
General repairs and maintenance	290	564
Others	920	1,868
Total operating expenses	5,207	9,697

A10. Finance costs

	Current Quarter 30.06.2015 RM'000	6 months Cumulative 30.06.2015 RM'000
Interest on bank overdraft	135	148
Interest on bankers' acceptance	317	681
Interest on term loan	255	522
Interest on revolving credit	0	12
Others	98	103
Total finance costs	805	1,466

A11. Segmental Reporting

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

	PVC <u>Sheeting</u> RM'000	PP Non- <u>Woven</u> RM'000	PVC <u>Leather</u> RM'000	<u>Others</u> RM'000	<u>Solar</u> RM'000	<u>Group</u> RM'000
<b>1 April 2015 to 30 June 2015</b>						
<b>Revenue</b>						
External Revenue	43,743	2,847	1,714	7,870	29,603	85,777
Inter segment elimination	(6,186)	(55)	0	(665)	0	(6,906)
	37,557	2,792	1,714	7,205	29,603	78,871
<b>Results</b>						
Segment results	6,587	489	301	1,264	(3,448)	5,193
Other operating income	82	6	4	16	45	153
Finance costs	(421)	(31)	(20)	(81)	(252)	(805)
Profit /(Loss) before tax	6,248	464	285	1,199	(3,655)	4,541
Income tax expense	(1,515)	(113)	(69)	(291)	0	(1,988)
Profit /(Loss) for the period	4,733	351	216	908	(3,655)	2,553
<b>1 April 2014 to 30 June 2014</b>						
<b>Revenue</b>						
External Revenue	48,445	3,766	1,834	12,392	14,852	81,289
Inter segment elimination	(8,570)	(1,102)	0	(1,169)	0	(10,841)
	39,875	2,664	1,834	11,223	14,852	70,448
<b>Results</b>						
Segment results	6,221	416	286	1,751	(2,309)	6,365
Other operating income	91	6	4	25	6,885	7,011
Finance costs	(571)	(38)	(26)	(161)	0	(796)
Profit before tax	5,741	384	264	1,615	4,576	12,580
Income tax expense	(1,512)	(101)	(70)	(425)	(3)	(2,111)
Profit for the period	4,229	283	194	1,190	4,573	10,469



NOTES TO THE INTERIM FINANCIAL REPORT

A11. Segmental Reporting (Continued)

	<u>PVC Sheeting</u> RM'000	<u>PP Non- Woven</u> RM'000	<u>PVC Leather</u> RM'000	<u>Others</u> RM'000	<u>Solar</u> RM'000	<u>Group</u> RM'000
<b>1 January 2015 to 30 June 2015</b>						
<b>Revenue</b>						
External Revenue	80,698	7,079	3,020	16,427	46,378	153,602
Inter segment elimination	(13,487)	(1,305)	0	(970)	(12)	(15,774)
	67,211	5,774	3,020	15,457	46,366	137,828
<b>Results</b>						
Segment results	10,298	885	463	2,368	(5,804)	8,210
Other operating income	79	7	4	18	409	517
Finance costs	(877)	(75)	(40)	(202)	(272)	(1,466)
Profit/(Loss) before tax	9,500	817	427	2,184	(5,667)	7,261
Income tax expense	(2,473)	(213)	(111)	(569)	(146)	(3,512)
Profit/(Loss) for the year	7,027	604	316	1,615	(5,813)	3,749

	<u>PVC Sheeting</u> RM'000	<u>PP Non- Woven</u> RM'000	<u>PVC Leather</u> RM'000	<u>Others</u> RM'000	<u>Solar</u> RM'000	<u>Group</u> RM'000
<b>1 January 2014 to 30 June 2014</b>						
<b>Revenue</b>						
External Revenue	89,116	7,592	3,349	21,920	20,703	142,680
Inter segment elimination	(16,411)	(2,238)	0	(1,680)	0	(20,329)
	72,705	5,354	3,349	20,240	20,703	122,351
<b>Results</b>						
Segment results	10,509	774	484	2,925	(5,735)	8,957
Other operating income	91	7	4	25	6,885	7,012
Finance costs	(1,092)	(80)	(50)	(304)	0	(1,526)
Profit before tax	9,508	701	438	2,646	1,150	14,443
Income tax expense	(2,476)	(182)	(114)	(689)	(9)	(3,470)
Profit for the year	7,032	519	324	1,957	1,141	10,973

A12. Valuation of Property, Plant and Equipment

There was no revaluation of property, plant and equipment by the Group since the last audited financial statements for the financial year ended 31 December 2014.

A13. Subsequent Events

There were no material events between the end of the reporting quarter and the date of this announcement.

A14. Changes In The Composition of The Group

There were no changes in the composition of the Group for the current year to date.

A15. Contingent Liabilities

	<b>RM'000</b>
Secured corporate guarantees given to licensed banks for facilities granted to subsidiaries	143,387
Unsecured corporate guarantees given to suppliers of subsidiaries	9,463
	<u>152,850</u>



**NOTES TO THE INTERIM FINANCIAL REPORT**

**A16. Capital Commitments**

The amount of commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at 30 June 2015 is as follows :-

	<b>RM'000</b>
Contracted but not provided for	32,045

**PART B : ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS**

**B1. Review of Performance**

**a) Current Year-to date vs. Previous Year-to-date**

For the financial period ended 30 June 2015, the Group recorded a revenue of RM137.8 million while profit before tax was recorded at RM7.3 million. As compared to corresponding period of 30 June 2014, the revenue has increased by RM15.5 million but the Group's profit before tax has decreased by RM7.2 million as a result of higher operating expenses and lower other operating income.

Performance of the respective operating business segments for the period ended 30 June 2015 as compared to the previous year is analysed as follows:-

- 1) Sheeting - The slightly decrease in profit before tax by RM8,000 to RM9.5 million was mainly due to lower sales volume.
- 2) PP Non Woven - The slightly increase in profit before tax by RM116,000 to RM817,000 was mainly due to higher sales volume.
- 3) PVC Leather - The slightly decrease in profit before tax by RM11,000 to RM427,000 was mainly due to lower sales volume.
- 4) Others - The decrease in profit before tax by RM462,000 to RM2.18 million was mainly due to lower sales volume.
- 5) Solar - The increase in loss before tax by RM6.8 million was mainly due to lower other operating income.

**b) Current Quarter vs. Previous Year Corresponding Quarter**

For the current quarter, the Group recorded a revenue of RM78.9 million while profit before tax was recorded at RM4.5 million. The major contributor of the Group's revenue was PVC sheeting, which contributed approximately 47.6% towards the current quarter. As compared to corresponding quarter of 30 June 2014, the revenue has increased by RM8.4 million but the Group's profit before tax has decreased by RM8.0 million as a result of lower other operating income.

Performance of the respective operating business segments for the current quarter ended 30 June 2015 as compared to the previous corresponding quarter is analysed as follows:-

- 1) Sheeting - The increase in profit before tax by RM0.5 million to RM6.2 million was mainly due to decrease of operating expenses.
- 2) PP Non Woven - The slightly increase in profit before tax by RM80,000 to RM464,000 was mainly due to increase of sales volume.
- 3) PVC Leather - The slightly increase in profit before tax by RM21,000 to RM285,000 was mainly due to decrease of operating expenses.
- 4) Others - The decrease in profit before tax by RM416,000 to RM1.2 million was mainly due to lower demand of PVC Sponge.
- 5) Solar - The increase in loss before tax by RM8.2 million was mainly due to lower other operating income.

**B2. Variation of Results Against Preceding Quarter**

A comparison of the quarterly results of the current and preceding quarter is as follows:

	<b>Current Quarter 01/04/15-30/06/15 RM'000</b>	<b>Preceding Quarter 01/01/15-31/03/15 RM'000</b>
Profit before tax	4,541	2,720
Total comprehensive income for the period	2,553	1,196

The Group's profit before tax for the current quarter is RM4.5 million which is increased by RM1.8 million from profit before tax RM2.7 million as recorded in the preceding quarter. This was mainly due to increase in revenue.





## NOTES TO THE INTERIM FINANCIAL REPORT

### B3. Prospects

The Board of Directors foresee the performance of the Group for 2015 to remain stable for its PVC business although it may be affected by fluctuation in the price of raw materials. TS Solartech Sdn Bhd is expected to contribute significant to the revenue of the Group. However, the Group will be taking cautious approach to mitigate the exposure by improving its operational efficiency and product quality as well as innovate new products to widen the range of product offering as a positive step forward to sustain the Group business growth and success moving forward. The Group will also look into exploring new market share globally.

### B4. Variance of Actual and Forecast Revenue

Not applicable.

### B5. Income Tax Expense

	Current Quarter 30.06.15 RM'000	6 months Cumulative 30.06.15 RM'000
<b>Current tax expense</b>		
- current	892	1,859
<b>Deferred tax expense</b>		
Origination and reversal of temporary differences		
- current	1,096	1,653
Total tax expense	1,988	3,512

The Group's effective tax rate for the current period was higher than the statutory tax rate of 25% due to certain expenses which are not deductible for tax purposes and losses suffered by a subsidiary.

### B6. Sale of Unquoted Investments and/or Properties

There were no sale of unquoted investments and/or properties for the current quarter and financial year to date.

### B7. Status of Corporate Proposal

Corporate proposals announced as at the date of issue of this interim financial report are as follows:

a) The 120,000,000 Warrants issued pursuant to the Bonus Issue of Warrants were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad with effect from 9.00 a.m., Tuesday, 10 February 2015, marking the completion of the Bonus Issue of Warrants.

b) On 14 April 2015, TSHB (Tek Seng Holdings Bhd) Proposed conversion of Non-Cumulative Redeemable Preference Shares Of RM1.00 each in TS Solartech Sdn Bhd ("TS Solartech"), a 68.09% owned Subsidiary of TSHB into ordinary shares of RM1.00 each in TS Solactech. The proposed conversion was approved by the shareholders in the Extraordinary General Meeting of the Company duly held and convened on Friday, 05 June 2015.

### B8. Group Borrowings

The Group's borrowings as at 30 June 2015 were as follows:-

	Secured RM'000	Unsecured RM'000	Total RM'000
<b>Short term</b>			
Bank overdrafts	17,620	0	17,620
Bankers' acceptance	30,042	0	30,042
On-shore foreign currency financing	193	0	193
On-shore foreign currency loan	6,096	0	6,096
Revolving credit	1,325	0	1,325
Term loan	2,270	0	2,270
	57,546	0	57,546
<b>Long term</b>			
Term loan	14,687	0	14,687
	14,687	0	14,687
<b>Total borrowings</b>	72,233	0	72,233
Borrowings denominated in foreign currency:		USD'000	RM'000 Equivalent
On-shore foreign currency financing		51	193
On-shore foreign currency loan		1,610	6,096
Revolving credit		350	1,325



## NOTES TO THE INTERIM FINANCIAL REPORT

### B9. Government Fund

The Government fund is obtained from the Northern Corridor Implementation Authority, Malaysia as a soft loan. It is unsecured, interest free and repayable in two (2) yearly instalments as follows:

- (i) RM1,000,000 on or before 31 December 2015; and
- (ii) RM1,000,000 on or before 31 December 2016

The Government fund is denominated in RM.

### B10. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at the date of this report (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

### B11. Material Litigation

The Group is not engaged in any material litigation as at the date of this report (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

### B12. Breakdown of Realised and Unrealised Profits of the Group

	At end of current financial quarter 30.06.2015 RM'000	At end of previous financial year 31.12.2014 RM'000
Total retained earnings of Tek Seng Holdings Berhad and its subsidiaries :		
- Realised	104,804	234,304
- Unrealised	(4,012)	(2,636)
	<u>100,792</u>	<u>231,668</u>
Less : Consolidation adjustments	(34,354)	(168,559)
Total Group retained earnings as per consolidated accounts	<u><u>66,438</u></u>	<u><u>63,109</u></u>

### B13. Earnings Per Share

#### (a) Basic Earnings Per Share

The basic earnings per share for the current financial quarter and current financial year-to-date had been calculated by dividing the Group's profit for the period attributable to equity holders of the Company by the weighted average number of shares in issue.

	Individual Current Quarter 30.06.15	6 Months Cumulative To Date 30.06.15
Profit for the period attributable to ordinary equity holders of the company (RM'000)	3,694	5,822
Weighted average number of ordinary shares of RM0.25 each in issue ('000)	245,965	243,877
<b>Basic Earnings Per Share based on weighted average number of ordinary shares of RM0.25 each in issue (sen)</b>	<u><u>1.50</u></u>	<u><u>2.39</u></u>

The weighted average number of ordinary shares used in the denominator in calculating basic earnings per share was determined as follows:

	Individual Current Quarter 30.06.15 '000	6 Months Cumulative To Date 30.06.15 '000
Number of ordinary shares at beginning of the period	240,000	240,000
Effect of shares issued pursuant to exercise of warrants	5,965	3,877
Weighted average number of ordinary shares	<u><u>245,965</u></u>	<u><u>243,877</u></u>



## NOTES TO THE INTERIM FINANCIAL REPORT

### B13. Earnings Per Share (Continued)

#### (b) Diluted Earnings per share

The diluted earnings per share had been calculated by dividing the Group's profit for the period attributable to the equity holders of the Company by the weighted average number of shares that would have been in issue upon full exercise of the remaining options under the warrants, adjusted for the number of such shares that would have been issued at fair value, calculated as follows:

	<b>Individual Current Quarter 30.06.15</b>	<b>6 Months Cumulative To Date 30.06.15</b>
Profit for the period attributable to ordinary equity holders of the company (RM'000)	3,694	5,822
Weighted average number of ordinary shares of RM0.25 each in issue ('000)	303,436	301,450
<b>Diluted Earnings Per Share based on weighted average number of ordinary shares of RM0.25 each in issue (sen)</b>	<b>1.22</b>	<b>1.93</b>

The weighted average number of ordinary shares used in the denominator in calculating diluted earnings per share was determined as follows:

	<b>Individual Current Quarter 30.06.15 '000</b>	<b>6 Months Cumulative To Date 30.06.15 '000</b>
Weighted average number of ordinary shares as per basic earnings per share	245,965	243,877
Effect of potential exercise of warrants	57,471	57,573
Weighted average number of ordinary shares	303,436	301,450

### B14. Reviews By External Auditors

The Board had engaged the external auditors to review and report on the condensed consolidated financial statements of Tek Seng Holdings Bhd for the second quarter ended 30 June 2015 in accordance with International Standard on Review Engagements 2410 (ISRE2410), "Review of Interim Financial Information Performed by the Independent Auditor of the Entity".

The external auditors reported to the Board that nothing has come to their attention that causes them to believe that the said condensed consolidated financial statements were not prepared, in all material respects, in accordance with MFRS134 : Interim Financial Reporting in Malaysia. The report was made to the Board in accordance to the terms of reference with the external auditors and for no other purpose.

By order of the Board

TEK SENG HOLDINGS BERHAD

LOH KOK BENG  
EXECUTIVE CHAIRMAN

Dated : 31 July 2015