



**WANG-ZHENG BERHAD**  
**(Company No.: 612237-K)**  
**(Incorporated in Malaysia)**

**CONSOLIDATED FINANCIAL RESULTS AND NOTES**  
**2<sup>nd</sup> QUARTER ENDED 30 JUNE 2013**

Condensed Consolidated Income Statement for the quarter ended 30 June 2013

(The figures presented here have not been audited)

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current year</u> <u>Quarter</u> <u>30 JUN 2013</u> RM'000	<u>Preceding Year</u> <u>Corresponding</u> <u>Quarter</u> <u>30 JUN 2012</u> RM'000	<u>Current</u> <u>Year</u> <u>To Date</u> <u>30 JUN 2013</u> RM'000	<u>Preceding Year</u> <u>Corresponding</u> <u>Period</u> <u>30 JUN 2012</u> RM'000
Revenue	54,850	69,175	121,105	129,097
Operating expenses	(51,536)	(64,924)	(112,996)	(122,831)
Other operating income	469	980	1,774	1,432
Profit from operations	<u>3,783</u>	<u>5,231</u>	<u>9,883</u>	<u>7,698</u>
Interest income	484	343	880	583
Finance costs	(950)	(977)	(2,002)	(1,873)
Profit before tax	<u>3,317</u>	<u>4,597</u>	<u>8,761</u>	<u>6,408</u>
Income tax expense	(1,128)	(1,328)	(2,650)	(1,970)
Profit for the period	<u><u>2,189</u></u>	<u><u>3,269</u></u>	<u><u>6,111</u></u>	<u><u>4,438</u></u>
Profit attributed to:				
Equity holders of the parent	2,188	3,269	6,108	4,438
Non-controlling Interests	<u>1</u>	<u>0</u>	<u>3</u>	<u>0</u>
	<u><u>2,189</u></u>	<u><u>3,269</u></u>	<u><u>6,111</u></u>	<u><u>4,438</u></u>
Earnings per share attributable to equity holders of the parent:				
EPS - Basic (sen)	<u>1.38</u>	<u>2.06</u>	<u>3.85</u>	<u>2.80</u>
- Diluted (sen)	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements)

**Condensed Consolidated Statement of Comprehensive Income for the quarter ended 30 June 2013**

(The figures presented here have not been audited)

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<b>Current year Quarter 30 JUN 2013 RM'000</b>	<b>Preceding Year Corresponding Quarter 30 JUN 2012 RM'000</b>	<b>Current Year To Date 30 JUN 2013 RM'000</b>	<b>Preceding Year Corresponding Period 30 JUN 2012 RM'000</b>
Profit for the period	2,189	3,269	6,111	4,438
Other Comprehensive income				
- Foreign currency translation differences for foreign operations	688	645	1,094	(189)
Total comprehensive income for the period	<u>2,877</u>	<u>3,914</u>	<u>7,205</u>	<u>4,249</u>
Total comprehensive income attributable to:				
Equity holders of the parent	2,876	3,914	7,202	4,249
Non-controlling Interests	<u>1</u>	<u>0</u>	<u>3</u>	<u>0</u>
	<u>2,877</u>	<u>3,914</u>	<u>7,205</u>	<u>4,249</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements)

**Condensed Consolidated Statement of Financial Position as at 30 June 2013**

(The figures presented here have not been audited unless stated otherwise)

	<b>As At End Of Current Quarter 30 JUN 2013 RM'000</b>	<b>(Audited) Preceding Financial Year-Ended 31 DEC 2012 RM'000</b>
<b>Non-Current Assets</b>		
Property, plant and equipment	51,378	52,353
Investment property	18,514	18,631
Other investments	16,813	14
	<u>86,705</u>	<u>70,998</u>
<b>Current Assets</b>		
Non-current assets held for sales	-	1,511
Inventories	45,346	44,153
Trade receivables	41,891	47,639
Other receivables, deposits and prepayments	2,658	2,141
Tax recoverable	0	2,070
Fixed deposit with licensed banks	42,097	36,061
Cash and bank balances	52,961	45,365
	<u>184,953</u>	<u>178,940</u>
<b>TOTAL ASSETS</b>	<u>271,658</u>	<u>249,938</u>
<b>Equity</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	80,000	80,000
Share premium	6,677	6,677
Treasury shares	(650)	(650)
Exchange translation reserve	1,638	544
Retained profits	70,922	64,814
	<u>158,587</u>	<u>151,385</u>
Non-controlling interests	406	403
<b>Total equity</b>	<u>158,993</u>	<u>151,788</u>
<b>Non-Current Liabilities</b>		
Borrowings	34,737	16,075
Deferred taxation	3,391	3,391
	<u>38,128</u>	<u>19,466</u>
<b>Current Liabilities</b>		
Trade payables	5,430	7,803
Other payables	7,099	8,717
Amount owing to directors	297	198
Short term borrowings	60,340	60,229
Taxation	1,371	1,737
	<u>74,537</u>	<u>78,684</u>
<b>Total Liabilities</b>	<u>112,665</u>	<u>98,150</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>271,658</u>	<u>249,938</u>
<b>Net Asset per share attributable to ordinary equity holders of the parent (RM)</b>	<u>1.00</u>	<u>0.95</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements).

**Condensed Consolidated Statement of Cash Flows as at 30 June 2013**

(The figures presented here have not been audited unless stated otherwise)

	<b>Cumulative Current Year 30 JUN 2013 RM'000</b>	<b>Cumulative Preceding Year 30 JUN 2012 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	8,761	6,408
Adjustments for:		
Depreciation of property, plant and equipment	2,847	2,497
Gain on disposal of investment property	(988)	-
Gain on disposal of property, plant and equipment	(120)	(68)
Impairment on trade receivables	45	60
Interest expense	2,002	1,873
Interest income	(880)	(583)
Reversal of impairment on slow moving inventories	(41)	-
Reversal of impairment on trade receivables	(8)	(40)
Operating profit before working capital changes	<u>11,618</u>	<u>10,147</u>
(Increase)/Decrease in working capital:		
Inventories	(1,152)	(6,320)
Trade and other receivables	4,802	1,413
Trade and other payables	(3,991)	(12,828)
Amount owing to directors	99	-
Cash generated from (used in) operations	<u>11,376</u>	<u>(7,588)</u>
Interest received	880	583
Interest paid	(2,002)	(1,873)
Income tax refunded	122	353
Income tax paid	(1,267)	(1,601)
<b>Net cash from (used in) operating activities</b>	<u><u>9,109</u></u>	<u><u>(10,126)</u></u>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of non-current assets held for sales	2,550	-
Proceeds from disposal of property, plant and equipment	257	68
Purchase of property, plant and equipment	(1,022)	(839)
Acquisition of other investments	(16,799)	-
<b>Net cash used in investing activities</b>	<u><u>(15,014)</u></u>	<u><u>(771)</u></u>

**Condensed Consolidated Statement of Cash Flows as at 30 June 2013**  
(The figures presented here have not been audited unless stated otherwise)

	<b>Cumulative Current Year 30 JUN 2013 RM'000</b>	<b>Cumulative Preceding Year 30 JUN 2012 RM'000</b>
<b>Cash flows from financing activities</b>		
Net drawdown of bank borrowings	18,443	33,769
<b>Net cash from financing activities</b>	<u>18,443</u>	<u>33,769</u>
Net increase in cash and cash equivalents	12,538	22,872
Effect of exchange rate fluctuations on cash held	1,094	(189)
Cash and cash equivalents at beginning of financial year	81,426	65,558
Cash and cash equivalents at end of financial period	<u><b>95,058</b></u>	<u><b>88,241</b></u>
<b>Cash and cash equivalents comprise:</b>		
Fixed deposits with licensed banks	42,097	22,871
Cash and bank balances	52,961	65,370
	<u><b>95,058</b></u>	<u><b>88,241</b></u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.)

Condensed Consolidated Statement of Changes in Equity for the quarter ended 30 June 2013

(The figures presented here have not been audited)

	----- Attributable to Equity Holders of the Parent -----						Total RM'000
	Non-distributable				Distributable		
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Exchange Translation Reserve RM'000	Retained Profit RM'000	Non- Controlling Interest RM'000	
<b>Balance as at 1 January 2013</b>	80,000	6,677	(650)	544	64,814	403	151,788
Profit for the period	-	-	-	-	6,108	3	6,111
Other Comprehensive income	-	-	-	1,094	-	-	1,094
Total comprehensive income for the period	-	-	-	1,094	6,108	3	7,205
<b>Balance as at 30 June 2013</b>	<b>80,000</b>	<b>6,677</b>	<b>(650)</b>	<b>1,638</b>	<b>70,922</b>	<b>406</b>	<b>158,993</b>
<b>Balance as at 1 January 2012</b>	80,000	6,677	(650)	1,187	60,990	-	148,204
Profit for the period	-	-	-	-	4,438	-	4,438
Other Comprehensive income	-	-	-	(189)	-	-	(189)
Total comprehensive income for the period	-	-	-	(189)	4,438	-	4,249
<b>Balance as at 30 June 2012</b>	<b>80,000</b>	<b>6,677</b>	<b>(650)</b>	<b>998</b>	<b>65,428</b>	<b>-</b>	<b>152,453</b>

(The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to the financial statements.)