



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

**CONSOLIDATED FINANCIAL RESULTS AND NOTES**  
**4<sup>th</sup> QUARTER ENDED 31 DECEMBER 2014**

**Condensed Consolidated Income Statement for the quarter ended 31 December 2014**

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

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u> (Audited)	
	<u>Current year</u> <u>Quarter</u> <u>31 DEC 2014</u> RM'000	<u>Preceding Year</u> <u>Corresponding</u> <u>Quarter</u> <u>31 DEC 2013</u> RM'000	<u>Current</u> <u>Year</u> <u>To Date</u> <u>31 DEC 2014</u> RM'000	<u>Preceding Year</u> <u>Corresponding</u> <u>Period</u> <u>31 DEC 2013</u> RM'000
<b>Continuing operations</b>				
Revenue	75,951	67,982	253,876	245,396
Operating expenses	(73,734)	(65,119)	(244,650)	(229,465)
Other operating income	1,961	1,934	10,877	4,524
Profit from operations	<u>4,178</u>	<u>4,797</u>	<u>20,103</u>	<u>20,455</u>
Interest income	596	870	2,375	2,192
Finance costs	(1,132)	(1,150)	(4,139)	(3,952)
Profit before tax	<u>3,642</u>	<u>4,517</u>	<u>18,339</u>	<u>18,695</u>
Income tax expense	(1,376)	(1,427)	(5,851)	(4,968)
Profit from continuing operations	<u>2,266</u>	<u>3,090</u>	<u>12,488</u>	<u>13,727</u>
<b>Discontinued operations</b>				
Loss from discontinued operations	(1,223)	(1,102)	(5,463)	(4,569)
Profit for the period	<u><u>1,043</u></u>	<u><u>1,988</u></u>	<u><u>7,025</u></u>	<u><u>9,158</u></u>
Profit attributed to:				
Equity holders of the parent	1,043	2,069	7,025	9,237
Non-controlling Interests	<u>0</u>	<u>(81)</u>	<u>0</u>	<u>(79)</u>
	<u><u>1,043</u></u>	<u><u>1,988</u></u>	<u><u>7,025</u></u>	<u><u>9,158</u></u>
Earnings per share attributable to equity holders of the parent:				
Basic (sen) - Continuing operations	1.43	1.95	7.87	8.66
Basic (sen) - Discontinued operations	<u>(0.77)</u>	<u>(0.64)</u>	<u>(3.44)</u>	<u>(2.83)</u>
Total	<u>0.66</u>	<u>1.31</u>	<u>4.43</u>	<u>5.83</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 2013 and the accompanying explanatory notes attached to the interim financial statements)

**Condensed Consolidated Statement of Comprehensive Income for the quarter ended 31 December 2014**

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

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u> (Audited)	
	<b>Current year Quarter 31 DEC 2014 RM'000</b>	<b>Preceding Year Corresponding Quarter 31 DEC 2013 RM'000</b>	<b>Current Year To Date 31 DEC 2014 RM'000</b>	<b>Preceding Year Corresponding Period 31 DEC 2013 RM'000</b>
Profit for the period	1,043	1,988	7,025	9,158
Other Comprehensive income				
- Foreign currency translation differences for foreign operations	835	329	941	1,914
Total comprehensive income for the period	<u>1,878</u>	<u>2,317</u>	<u>7,966</u>	<u>11,072</u>
Total comprehensive income attributable to:				
Equity holders of the parent	1,878	2,398	7,966	11,151
Non-controlling Interests	<u>0</u>	<u>(81)</u>	<u>0</u>	<u>(79)</u>
	<u>1,878</u>	<u>2,317</u>	<u>7,966</u>	<u>11,072</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 2013 and the accompanying explanatory notes attached to the interim financial statements)

**Condensed Consolidated Statement of Financial Position as at 31 December 2014**

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

	<b>As At End Of Current Quarter 31 DEC 2014 RM'000</b>	<b>(Audited) Preceding Financial Year-Ended 31 DEC 2013 RM'000</b>
<b>Non-Current Assets</b>		
Property, plant and equipment	43,158	42,765
Other investments	16,848	16,812
	<u>60,006</u>	<u>59,577</u>
<b>Current Assets</b>		
Non-current assets held for sales	-	18,417
Assets of discontinued operations	13,862	19,803
Inventories	57,461	39,743
Trade receivables	55,222	49,243
Other receivables, deposits and prepayments	4,910	2,572
Tax recoverable	-	22
Fixed deposits with licensed banks	46,610	42,531
Cash and bank balances	40,915	43,060
	<u>218,980</u>	<u>215,391</u>
<b>TOTAL ASSETS</b>	<u>278,986</u>	<u>274,968</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	3,399	2,458
Retained profits	73,942	70,797
	<u>163,368</u>	<u>159,282</u>
Non-controlling interests	-	405
<b>Total equity</b>	<u>163,368</u>	<u>159,687</u>
<b>Non-Current Liabilities</b>		
Borrowings	18,127	33,210
Deferred taxation	3,315	3,241
	<u>21,442</u>	<u>36,451</u>
<b>Current Liabilities</b>		
Liabilities of discontinued operations	2	671
Trade payables	3,812	5,813
Other payables	8,689	8,038
Amount owing to directors	198	198
Short term borrowings	76,731	62,722
Taxation	4,744	1,388
	<u>94,176</u>	<u>78,830</u>
<b>Total Liabilities</b>	<u>115,618</u>	<u>115,281</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>278,986</u>	<u>274,968</u>
<b>Net Asset per share attributable to ordinary equity holders of the parent (RM)</b>	<u>1.03</u>	<u>1.00</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 2013 and the accompanying explanatory notes attached to the interim financial statements)

**Condensed Consolidated Statement of Cash Flows as at 31 December 2014**

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

	<b>Cumulative Current Year 31 DEC 2014 RM'000</b>	<b>(Audited) Cumulative Preceding Year 31 DEC 2013 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit (loss) before tax		
- Continuing operations	18,339	18,696
- Discontinued operations	(5,465)	(4,560)
Adjustments for:		
Bad debt written off	95	269
Depreciation of property, plant and equipment	5,137	5,571
Depreciation of investment properties	-	214
Loss (Gain) on disposal of property, plant and equipment	2,148	(137)
Gain on disposal of non-current asset held for sale	(6,583)	(988)
Impairment on inventories	6	-
Impairment on trade receivables	653	303
Impairment on other receivables	1,003	-
Interest expense	4,139	3,976
Interest income	(2,562)	(2,192)
Property, plant and equipment written off	1	105
Reversal of impairment on slow moving inventories	-	(47)
Reversal of impairment on trade receivables	(241)	(101)
Unrealised loss on foreign exchange	(455)	(540)
Operating profit before working capital changes	<u>16,215</u>	<u>20,569</u>
(Increase)/Decrease in working capital:		
Inventories	(17,724)	1,679
Trade and other receivables	(6,152)	(3,083)
Trade and other payables	(911)	(2,007)
Cash (used in) generated from operations	<u>(8,572)</u>	<u>17,158</u>
Interest received	2,562	2,192
Interest paid	(4,139)	(3,976)
Income tax refunded	-	242
Income tax paid	(4,420)	(6,351)
<b>Net cash (used in) generated from operating activities</b>	<u>(14,569)</u>	<u>9,265</u>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of non-current assets held for sales	25,000	2,500
Proceeds from disposal of property, plant and equipment	4,048	295
Purchase of property, plant and equipment	(1,557)	(1,761)
Acquisition of interests from non-controlling interest	(320)	-
Acquisition of other investments	-	(16,799)
<b>Net cash from (used in) investing activities</b>	<u>27,171</u>	<u>(15,765)</u>

**Condensed Consolidated Statement of Cash Flows as at 31 December 2014**

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

	<b>Cumulative Current Year 31 DEC 2014 RM'000</b>	<b>(Audited) Cumulative Preceding Year 31 DEC 2013 RM'000</b>
<b>Cash flows from financing activities</b>		
Dividend paid	(3,965)	(3,172)
Net (repayment)/drawdown of bank borrowings	(1,824)	19,252
<b>Net cash (used in) from financing activities</b>	<u>(5,789)</u>	<u>16,080</u>
Net increase in cash and cash equivalents	6,813	9,580
Effect of exchange rate fluctuations on cash held	941	2,618
Cash and cash equivalents at beginning of financial year	93,624	81,426
Cash and cash equivalents at end of financial period	<u><b>101,378</b></u>	<u><b>93,624</b></u>
<b>Cash and cash equivalents comprise:</b>		
<b>Continuing operations</b>		
Fixed deposits with licensed banks	46,610	43,060
Cash and bank balances	<u>40,915</u>	<u>42,531</u>
	<u>87,525</u>	<u>85,591</u>
<b>Discontinued operations</b>		
Fixed deposits with licensed banks	461	3,131
Cash & bank balances	<u>13,392</u>	<u>4,902</u>
	<u>13,853</u>	<u>8,033</u>
	<u><b>101,378</b></u>	<u><b>93,624</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 2013 and the accompanying explanatory notes attached to the interim financial statements)

**Condensed Consolidated Statement of Changes in Equity for the quarter ended 31 December 2014**

(The figures presented here have not been audited)

	----- Attributable to Equity Holders of the Parent -----						Non-Controlling Interest RM'000	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			
<b>Balance as at 1 January 2014</b>	80,000	6,677	(650)	2,458	70,797	405	159,687	
Profit for the period	-	-	-	-	7,025	-	7,025	
Other Comprehensive income	-	-	-	941	-	-	941	
Total comprehensive income for the period	-	-	-	941	7,025	-	7,966	
Dividends	-	-	-	-	(3,965)	-	(3,965)	
Acquisition on additional interest in a subsidiary from non-controlling interests	-	-	-	-	85	(405)	(320)	
<b>Balance as at 31 December 2014</b>	<b>80,000</b>	<b>6,677</b>	<b>(650)</b>	<b>3,399</b>	<b>73,942</b>	<b>-</b>	<b>163,368</b>	
<b>Balance as at 1 January 2013</b>	80,000	6,677	(650)	544	64,814	403	151,788	
Profit for the period	-	-	-	-	9,155	2	9,157	
Other Comprehensive income	-	-	-	1,914	-	-	1,914	
Total comprehensive income for the period	-	-	-	1,914	9,155	2	11,071	
Dividends	-	-	-	-	(3,172)	-	(3,172)	
<b>Balance as at 31 December 2013</b>	<b>80,000</b>	<b>6,677</b>	<b>(650)</b>	<b>2,458</b>	<b>70,797</b>	<b>405</b>	<b>159,687</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 2013 and the accompanying explanatory notes attached to the financial statements)