



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

CONSOLIDATED FINANCIAL RESULTS AND NOTES
1st QUARTER ENDED 31 MARCH 2015

Condensed Consolidated Income Statement for the quarter ended 31 March 2015

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

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current year</u> <u>Quarter</u> <u>31 MAR 2015</u> RM'000	<u>Preceding Year</u> <u>Corresponding</u> <u>Quarter</u> <u>31 MAR 2014</u> RM'000	<u>Current</u> <u>Year</u> <u>To Date</u> <u>31 MAR 2015</u> RM'000	<u>Preceding Year</u> <u>Corresponding</u> <u>Period</u> <u>31 MAR 2014</u> RM'000
Continuing operations				
Revenue	68,171	57,586	68,171	57,586
Operating expenses	(64,778)	(53,967)	(64,778)	(53,967)
Other operating income	217	904	217	904
Profit from operations	3,610	4,523	3,610	4,523
Interest income	703	552	703	552
Finance costs	(824)	(994)	(824)	(994)
Profit before tax	3,489	4,081	3,489	4,081
Income tax expense	(839)	(1,037)	(839)	(1,037)
Profit from continuing operations	2,650	3,044	2,650	3,044
Discontinued operations				
Loss from discontinued operations	(1)	(668)	(1)	(668)
Profit for the period	2,649	2,376	2,649	2,376
Profit attributed to:				
Equity holders of the parent	2,649	2,376	2,649	2,376
Non-controlling Interests	0	0	0	0
	2,649	2,376	2,649	2,376
Earnings per share attributable to equity holders of the parent:				
Basic (sen) - Continuing operations	1.67	1.92	1.67	1.92
Basic (sen) - Discontinued operations	0.00	(0.42)	0.00	(0.42)
Total	1.67	1.50	1.67	1.50
Diluted (sen)	N/A	N/A	N/A	N/A

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements)

Condensed Consolidated Statement of Comprehensive Income for the quarter ended 31 March 2015

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

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current year Quarter 31 MAR 2015 RM'000	Preceding Year Corresponding Quarter 31 MAR 2014 RM'000	Current Year To Date 31 MAR 2015 RM'000	Preceding Year Corresponding Period 31 MAR 2014 RM'000
Profit for the period	2,649	2,376	2,649	2,376
Other Comprehensive income				
- Foreign currency translation differences for foreign operations	2,751	80	2,751	80
Total comprehensive income for the period	<u>5,400</u>	<u>2,456</u>	<u>5,400</u>	<u>2,456</u>
Total comprehensive income attributable to:				
Equity holders of the parent	5,400	2,456	5,400	2,456
Non-controlling Interests	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u>5,400</u>	<u>2,456</u>	<u>5,400</u>	<u>2,456</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 2014 and the accompanying explanatory notes attached to the interim financial statements)

Condensed Consolidated Statement of Financial Position as at 31 March 2015

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

	As At End Of Current Quarter 31 MAR 2015 RM'000	(Audited) Preceding Financial Year-Ended 31 DEC 2014 RM'000
Non-Current Assets		
Property, plant and equipment	39,387	40,300
Other investments	16,855	16,848
	<u>56,242</u>	<u>57,148</u>
Current Assets		
Assets of discontinued operations	14,666	13,805
Inventories	48,654	57,462
Trade receivables	56,836	55,570
Other receivables, deposits and prepayments	6,531	4,517
Tax recoverable	-	30
Fixed deposits with licensed banks	47,070	46,609
Cash and bank balances	39,550	40,915
	<u>213,307</u>	<u>218,908</u>
TOTAL ASSETS	<u>269,549</u>	<u>276,056</u>
Equity		
Equity attributable to equity holders of the parent		
Share capital	80,000	80,000
Share premium	6,677	6,677
Treasury shares	(650)	(650)
Exchange translation reserve	5,634	2,883
Retained profits	76,453	73,804
Total equity	<u>168,114</u>	<u>162,714</u>
Non-Current Liabilities		
Borrowings	17,415	18,466
Deferred taxation	3,240	3,315
	<u>20,655</u>	<u>21,781</u>
Current Liabilities		
Liabilities of discontinued operations	2	2
Trade payables	4,747	4,674
Other payables	3,850	7,865
Amount owing to directors	248	198
Short term borrowings	68,798	76,394
Taxation	3,135	2,428
	<u>80,780</u>	<u>91,561</u>
Total Liabilities	<u>101,435</u>	<u>113,342</u>
TOTAL EQUITY AND LIABILITIES	<u>269,549</u>	<u>276,056</u>
Net Asset per share attributable to ordinary equity holders of the parent (RM)	<u>1.06</u>	<u>1.03</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 2014 and the accompanying explanatory notes attached to the interim financial statements)

Condensed Consolidated Statement of Cash Flows as at 31 March 2015

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

	Cumulative Current Year 31 MAR 2015 RM'000	Cumulative Preceding Year 31 MAR 2014 RM'000
Cash flows from operating activities		
Profit (loss) before tax		
- Continuing operations	3,489	4,081
- Discontinued operations	(1)	(668)
Adjustments for:		
Depreciation of property, plant and equipment	1,131	1,341
Gain on disposal of property, plant and equipment	(7)	-
Interest expense	824	994
Interest income	(710)	(555)
Reversal of impairment on trade receivables	(13)	(104)
Unrealised (gain) loss on foreign exchange	(107)	140
Operating profit before working capital changes	<u>4,606</u>	<u>5,229</u>
(Increase)/Decrease in working capital:		
Inventories	8,808	(4,567)
Trade and other receivables	(4,021)	5,270
Trade and other payables	(2,668)	(580)
Amount owing to directors	50	50
Cash generated from operations	<u>6,775</u>	<u>5,402</u>
Interest received	710	555
Interest paid	(824)	(994)
Income tax paid	(588)	(991)
Net cash generated from operating activities	<u><u>6,073</u></u>	<u><u>3,972</u></u>
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	22	-
Purchase of property, plant and equipment	(238)	(72)
Net cash used in investing activities	<u><u>(216)</u></u>	<u><u>(72)</u></u>

Condensed Consolidated Statement of Cash Flows as at 31 March 2015

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

	Cumulative Current Year 31 MAR 2015 RM'000	Cumulative Preceding Year 31 MAR 2014 RM'000
Cash flows from financing activities		
Net (repayment)/drawdown of bank borrowings	(8,647)	(13)
Net cash used in financing activities	<u>(8,647)</u>	<u>(13)</u>
Net increase in cash and cash equivalents	(2,790)	3,887
Effect of exchange rate fluctuations on cash held	2,751	80
Cash and cash equivalents at beginning of financial year	101,321	93,623
Cash and cash equivalents at end of financial period	<u>101,282</u>	<u>97,590</u>
Cash and cash equivalents comprise:		
Continuing operations		
Fixed deposits with licensed banks	47,070	42,837
Cash and bank balances	<u>39,550</u>	<u>47,139</u>
	<u>86,620</u>	<u>89,976</u>
Discontinued operations		
Fixed deposits with licensed banks	1,781	513
Cash & bank balances	<u>12,881</u>	<u>7,101</u>
	<u>14,662</u>	<u>7,614</u>
	<u>101,282</u>	<u>97,590</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 2014 and the accompanying explanatory notes attached to the interim financial statements)

Condensed Consolidated Statement of Changes in Equity for the quarter ended 31 March 2015

(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	
Balance as at 1 January 2015	80,000	6,677	(650)	2,883	73,804	-	162,714
Profit for the period	-	-	-	-	2,649	-	2,649
Other Comprehensive income	-	-	-	2,751	-	-	2,751
Total comprehensive income for the period	-	-	-	2,751	2,649	-	5,400
Balance as at 31 March 2015	80,000	6,677	(650)	5,634	76,453	-	168,114
Balance as at 1 January 2014	80,000	6,677	(650)	2,458	70,797	405	159,687
Profit for the period	-	-	-	-	2,375	-	2,375
Other Comprehensive income	-	-	-	80	-	-	80
Total comprehensive income for the period	-	-	-	80	2,375	-	2,455
Balance as at 31 March 2014	80,000	6,677	(650)	2,538	73,172	405	162,142

(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 2014 and the accompanying explanatory notes attached to the financial statements)