



**TOMEI CONSOLIDATED BERHAD (692959-W)**  
(Incorporated in Malaysia)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2014**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2014**

	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31/3/2014 RM'000	31/3/2013 RM'000	31/3/2014 RM'000	31/3/2013 RM'000
Revenue	157,374	151,231	157,374	151,231
Cost of sales	(117,580)	(115,632)	(117,580)	(115,632)
<b>Gross profit</b>	<b>39,794</b>	<b>35,599</b>	<b>39,794</b>	<b>35,599</b>
Other income	1,116	667	1,116	667
Selling and distribution expenses	(23,884)	(23,697)	(23,884)	(23,697)
Administrative expenses	(5,929)	(5,556)	(5,929)	(5,556)
Other expenses	(2,257)	(516)	(2,257)	(516)
<b>Profit from operations</b>	<b>8,840</b>	<b>6,497</b>	<b>8,840</b>	<b>6,497</b>
Finance costs	(2,622)	(2,914)	(2,622)	(2,914)
<b>Profit before tax</b>	<b>6,218</b>	<b>3,583</b>	<b>6,218</b>	<b>3,583</b>
Tax expense	(1,825)	(1,175)	(1,825)	(1,175)
<b>Profit for the period</b>	<b>4,393</b>	<b>2,408</b>	<b>4,393</b>	<b>2,408</b>
<b>Profit attributable to:-</b>				
Owners of the parent	4,097	2,364	4,097	2,364
Non-controlling interest	296	44	296	44
	<b>4,393</b>	<b>2,408</b>	<b>4,393</b>	<b>2,408</b>
<b>Earnings per ordinary share attributable to equity holders of the parent (sen):-</b>				
Basic earnings per share	2.96	1.71	2.96	1.71
Diluted earnings per share *	N/A	N/A	N/A	N/A

\* Not applicable

**TOMEI CONSOLIDATED BERHAD (692959-W)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014**

**(The figures have not been audited)**

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2014 (Cont'd)**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 months ended</b>		<b>3 months ended</b>	
	<b>31/3/2014</b>	<b>31/3/2013</b>	<b>31/3/2014</b>	<b>31/3/2013</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Profit for the period</b>	4,393	2,408	4,393	2,408
<b>Foreign currency translations</b>	28	294	28	294
<b>Total comprehensive income for the period</b>	<u>4,421</u>	<u>2,702</u>	<u>4,421</u>	<u>2,702</u>
<b>Total comprehensive income attributable to:-</b>				
<b>Owners of the parent</b>	4,125	2,658	4,125	2,658
<b>Non-controlling interest</b>	296	44	296	44
	<u>4,421</u>	<u>2,702</u>	<u>4,421</u>	<u>2,702</u>

**The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2013. The accompanying notes form an integral part of this statement.**

**TOMEI CONSOLIDATED BERHAD (692959–W)****QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014****(The figures have not been audited)****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT  
31 MARCH 2014**

	As At 31/3/2014 RM'000	As At 31/12/2013 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	17,749	19,004
Prepaid lease payments for land	554	558
Deferred tax assets	1,348	1,348
	<u>19,651</u>	<u>20,910</u>
<b>Current assets</b>		
Inventories	351,194	332,863
Derivative assets	895	1,092
Trade and other receivables	21,868	24,835
Current tax assets	2,765	3,324
Cash and cash equivalents	15,191	12,456
	<u>391,913</u>	<u>374,570</u>
<b>Non-current assets classified as held for sale</b>	<u>550</u>	<u>550</u>
<b>TOTAL ASSETS</b>	<u>412,114</u>	<u>396,030</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Share capital</b>	69,300	69,300
<b>Share premium</b>	4,036	4,036
<b>Reserves</b>	111,197	107,072
<b>Equity attributable to owners of the parent</b>	<u>184,533</u>	<u>180,408</u>
<b>Non-controlling interest</b>	<u>6,378</u>	<u>6,082</u>
<b>TOTAL EQUITY</b>	<u>190,911</u>	<u>186,490</u>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Borrowings	20,173	22,927
Deferred tax liabilities	229	206
	<u>20,402</u>	<u>23,133</u>
<b>Current Liabilities</b>		
Trade and other payables	30,208	39,431
Borrowings	168,942	146,048
Current tax liabilities	1,651	928
	<u>200,801</u>	<u>186,407</u>
<b>TOTAL LIABILITIES</b>	<u>221,203</u>	<u>209,540</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>412,114</u>	<u>396,030</u>
<b>Net assets per share (RM)</b>	1.38	1.35

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2013. The accompanying notes form an integral part of this statement.

**TOMEI CONSOLIDATED BERHAD (692959-W)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014**

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER  
ENDED 31 MARCH 2014**

	-----Attributable To Owners Of The Parent-----						Total Equity RM'000
	--Non Distributable----			Distributable			
	Share Capital RM'000	Share Premium RM'000	Exchange Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interest RM'000	
<b>Balance as at 1 January 2014</b>	69,300	4,036	1,749	105,323	180,408	6,082	186,490
Total comprehensive income for the period	-	-	28	4,097	4,125	296	4,421
<b>Balance as at 31 March 2014</b>	<u>69,300</u>	<u>4,036</u>	<u>1,777</u>	<u>109,420</u>	<u>184,533</u>	<u>6,378</u>	<u>190,911</u>

	-----Attributable To Owners Of The Parent-----						Total Equity RM'000
	---Non Distributable---			Distributable			
	Share Capital RM'000	Share Premium RM'000	Exchange Translation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non- Controlling Interest RM'000	
<b>Balance as at 1 January 2013</b>	69,300	4,036	138	112,500	185,974	6,423	192,397
Total comprehensive income for the period	-	-	294	2,364	2,658	44	2,702
<b>Balance as at 31 March 2013</b>	<u>69,300</u>	<u>4,036</u>	<u>432</u>	<u>114,864</u>	<u>188,632</u>	<u>6,467</u>	<u>195,099</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2013. The accompanying notes form an integral part of this statement.

**TOMEI CONSOLIDATED BERHAD (692959–W)****QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014****(The figures have not been audited)****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER  
ENDED 31 MARCH 2014**

	<b>3 months ended 31/3/2014 RM'000</b>	<b>3 months ended 31/3/2013 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	6,218	3,583
Adjustments for:-		
Amortisation of prepaid lease payments for land	4	5
Depreciation of property, plant and equipment	1,519	1,465
Fair value loss on financial instrument	1,494	-
Property, plant and equipment written off	56	1
Reversal of impairment loss on trade and other receivables	-	(3)
Gain on disposal of property, plant and equipment	(60)	-
Unrealised (gain)/loss on gold price fluctuation and foreign exchange	(743)	411
Finance costs	2,622	2,914
Interest income	(16)	(7)
	<hr/>	<hr/>
Profit before working capital changes	11,094	8,369
Increase in inventories	(18,331)	(5,180)
Decrease/(Increase) in receivables	1,641	(79)
Decrease in payables	(7,512)	(1,223)
	<hr/>	<hr/>
Cash (used in)/from operations	(13,108)	1,887
Interest paid	(2,105)	(1,932)
Tax paid	(521)	(1,608)
Tax refunded	-	989
	<hr/>	<hr/>
Net cash used in operating activities	(15,734)	(664)
	<hr/>	<hr/>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	16	7
Purchase of property, plant and equipment	(298)	(858)
Proceeds from disposal of property, plant and equipment	60	-
Increase in pledged deposits with licensed banks	(43)	(41)
	<hr/>	<hr/>
Net cash used in investing activities	(265)	(892)
	<hr/>	<hr/>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net finance costs paid	(517)	(982)
Net repayments of term loans	(5,136)	(4,428)
Drawdown/(repayments) of short term borrowings	3,473	(2,142)
Repayments of hire-purchase liabilities	(897)	(947)
	<hr/>	<hr/>
Net cash used in financing activities	(3,077)	(8,499)
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**TOMEI CONSOLIDATED BERHAD (692959–W)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014**

**(The figures have not been audited)**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE QUARTER ENDED  
31 MARCH 2014 (Cont'd)**

	<b>3 months ended 31/3/2014 RM'000</b>	<b>3 months ended 31/3/2013 RM'000</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(19,076)	(10,055)
<b>CASH &amp; CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	(11,378)	(17,880)
<b>EFFECT OF EXCHANGE RATES CHANGES</b>	69	(1)
<b>CASH &amp; CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<u>(30,385)</u>	<u>(27,936)</u>
<b>Represented by:-</b>		
<b>CASH AND CASH EQUIVALENTS</b>		
Cash and bank balances	11,251	5,022
Fixed deposits with licenced banks	3,940	1,742
Bank overdrafts	<u>(43,791)</u>	<u>(32,958)</u>
	(28,600)	(26,195)
Less: Fixed deposits pledged to a licenced bank	<u>(1,785)</u>	<u>(1,742)</u>
	<u>(30,385)</u>	<u>(27,936)</u>

**The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2013. The accompanying notes form an integral part of this statement.**

**TOMEI CONSOLIDATED BERHAD (692959–W)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014**

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**(The figures have not been audited)**

**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134**

**1. BASIS OF PREPARATION**

This interim financial report is unaudited and is prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") No 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read together with the Group's Audited Financial Statement for the year ended 31 December 2013.

**2. SIGNIFICANT ACCOUNTING POLICIES**

At the date of authorisation of these interim financial statements, the following MFRSs, Amendment to MFRSs and IC Interpretation were issued but not yet effective and have yet to be applied by the Group.

	Effective for annual period beginning on or after
MFRSs, Amendments to MFRSs and IC Interpretation	
Defined Benefit Plans: Employee Contributions (Amendments to MFRS 119)	1 July 2014
Amendments to MFRSs Annual Improvements 2010-2012 Cycle	1 July 2014
Amendments to MFRSs Annual Improvements 2011-2013 Cycle	1 July 2014
Mandatory Effective Date of MFRS 9 and Transition Disclosures	Deferred
MFRS 9 Financial Instruments (2009)	Deferred
MFRS 9 Financial Instruments (2010)	Deferred
MFRS 9 Financial Instruments (Hedge Accounting and Amendments to MFRS 9, MFRS 7 and MFRS 139)	Deferred

**3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report for the preceding financial year ended 31 December 2013 was issued without any qualification.

**4. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS**

The Group's business traditionally picks up during the major festive seasons in Malaysia.

**5. UNSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There were no extraordinary or exceptional items for the current quarter ended 31 March 2014.

# TOMEI CONSOLIDATED BERHAD (692959-W)

## QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2014

(The figures have not been audited)

### PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)

#### 6. CHANGES IN ESTIMATES

There were no material changes in the estimates used for the preparation of this interim financial report.

#### 7. CAPITAL MANAGEMENT, ISSUANCES, REPURCHASES AND REPAYMENTS OF DEBTS AND EQUITY INSTRUMENTS

The Group's objectives of managing capital are to safeguard the Group's ability to continue in operations as a going concern in order to provide fair returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain the optimal capital structure, the Group may, from time to time, adjust the dividend payout to shareholders, return capital to shareholders, issue new shares, redeem debts or sell assets to reduce debts, where necessary.

For capital management purposes, the Group considers shareholders' equity, non-controlling interests and total debt to be the key components in the Group's capital structure. The Group monitors capital on the basis its the net gearing ratio. The ratio is calculated as the total debt net of cash and cash equivalents to total equity. Total equity is the sum of total equity attributable to shareholders and non-controlling interests. The net gearing ratios as at 31 March 2014 and 31 March 2013 respectively, which are within the Group's objectives for capital management, are as follows:-

	31/3/2014	31/3/2013
	RM'000	RM'000
Total debt net of cash and cash equivalents	173,924	180,412
Total equity	190,911	195,099
Net gearing ratio	0.91	0.92

The Group reported net gearing ratio of 0.91 as at 31 March 2014, decreased by 0.01 compared to 31 March 2013.

#### 8. DIVIDEND PAID

No dividend was paid during the current quarter.

#### 9. OPERATING SEGMENTAL INFORMATION

The Group has arrived at two reportable segments that are based on information reported internally to the Group Managing Director. The reportable segments are summarised as follows:-

- Manufacturing & Wholesales
- Retail



**TOMEI CONSOLIDATED BERHAD (692959-W)****QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014****(The figures have not been audited)****PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont'd)****9. OPERATING SEGMENTAL INFORMATION (Cont'd)**

The segment information for the current financial period is as follows:-

<b>Results for financial period ended 31 March 2014</b>	<b>Manufacturing &amp; Wholesales RM'000</b>	<b>Retail RM'000</b>	<b>Total RM'000</b>
<b>Revenue</b>			
Total sales	38,376	121,188	159,564
Inter-segment sales	(2,137)	(53)	(2,190)
External sales	36,239	121,135	157,374
<b>Results</b>			
Profit before tax	3,044	3,174	6,218
Tax expense	(722)	(1,103)	(1,825)
Profit for the period	2,322	2,071	4,393
Non-controlling interest			(296)
Profit attributable to owners of the parent			4,097
<b>Assets and liabilities as at 31 March 2014</b>			
<b>Assets</b>			
Segment assets	60,520	347,481	408,001
Unallocated assets	-	-	4,113
Total assets	-	-	412,114
<b>Liabilities</b>			
Segment liabilities	27,811	191,512	219,323
Unallocated liabilities	-	-	1,880
Total liabilities	-	-	221,203
<b>Results for financial period ended 31 March 2013</b>			
<b>Revenue</b>			
Total sales	34,242	118,540	152,782
Inter-segment sales	(1,550)	(1)	(1,551)
External sales	32,692	118,539	151,231
<b>Results</b>			
Profit before tax	128	3,455	3,583
Tax expense	(20)	(1,155)	(1,175)
Profit for the period	108	2,300	2,408
Non-controlling interest			(44)
Profit attributable to owners of the parent			2,364

**TOMEI CONSOLIDATED BERHAD (692959–W)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014**

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**(The figures have not been audited)**

**PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134 (Cont’d)**

**9. OPERATING SEGMENTAL INFORMATION (Cont’d)**

<b>Assets and Liabilities as at 31 March 2013</b>	<b>Manufacturing &amp; Wholesales RM’000</b>	<b>Retail RM’000</b>	<b>Total RM’000</b>
<b>Assets</b>			
Segment assets	65,470	346,550	412,020
Unallocated assets	-	-	2,019
Total assets	-	-	414,039
<b>Liabilities</b>			
Segment liabilities	25,779	191,601	217,380
Unallocated liabilities	-	-	1,560
Total liabilities	-	-	218,940

**10. CARRYING AMOUNT OF REVALUED ASSETS**

The valuation of property, plant and equipment has been brought forward without any amendments from the previous Audited Financial statements of the Group.

**11. SIGNIFICANT EVENTS DURING THE CURRENT QUARTER**

There were no significant events during the current quarter.

**12. CHANGES IN COMPOSITION OF THE GROUP**

There were no changes to the composition of the Group for the current quarter.

**13. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

There were no contingent liabilities or contingent assets which have arisen since the last annual reporting date as at 31 December 2013.

**TOMEI CONSOLIDATED BERHAD (692959–W)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014**

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**(The figures have not been audited)**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**14. COMMITMENTS**

Except as disclosed below, there were no other material commitments as at 31 March 2014:-

i) Rental commitments

The Group had entered into several tenancy agreements for the rental of retail space, office blocks and staff housing, resulting in future rental commitments which may, subject to certain terms in the agreements, be revised accordingly or upon its maturity based on prevailing market rates.

	RM'000
Future rental commitments	<u>34,757</u>

ii) Capital commitments

Capital expenditure in respect of purchase of property, plant and equipment:-

	RM'000
Approved but not contracted for	<u>4,582</u>

**TOMEI CONSOLIDATED BERHAD (692959–W)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014**

**(The figures have not been audited)**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont’d)**

**15. PERFORMANCE REVIEW**

	<b>Individual Quarter and Year to-date 3 months ended</b>	
	<b>31/3/2014 RM'000</b>	<b>31/3/2013 RM'000</b>
Sales		
Retail	121,135	118,539
Manufacturing & wholesales	36,239	32,692
Total	<u>157,374</u>	<u>151,231</u>
Profit before tax		
Retail	3,174	3,455
Manufacturing & wholesales	3,044	128
Total	<u>6,218</u>	<u>3,583</u>

***Comparison with previous year corresponding quarter***

The Group's revenue for the current quarter ended 31 March 2014 was RM157.374 million, an increase of 4.06% compared to RM151.231 million reported in the preceding year's corresponding quarter.

The Group reported a profit before tax ("PBT") of RM6.218 million during the current quarter in comparison to RM3.583 million recorded in the preceding year's corresponding quarter. The increase in PBT was mainly due to better sales volume and improved gross margin resulting from a more stable gold price.

***Retail Segment***

The retail segment's revenue increased slightly to RM121.135 million compared to the preceding year's corresponding quarter due to higher sales volume. However, due to higher operating overhead, it reported lower PBT of RM3.174 million during the quarter compared to the preceding year's corresponding quarter of RM3.455 million.

***Manufacturing & Wholesales segment ("M&W")***

The M&W reported increase in revenue of 10.85% compared to the preceding year's corresponding quarter mainly due to better sales volume. The improved gold price has resulted in higher gross profit margin earned. This has resulted in the M&W to report a profit before tax of RM3.044 million compared to RM0.128 million reported in the preceding year's corresponding quarter.

**TOMEI CONSOLIDATED BERHAD (692959–W)****QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014**

(The figures have not been audited)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)****15. PERFORMANCE REVIEW (Cont'd)***Comparison with preceding quarter*

	Revenue		Profit/(Loss) before tax	
	3 months ended		3 months ended	
	31/3/2014	31/12/2013	31/3/2014	31/12/2013
	RM'000	RM'000	RM'000	RM'000
Retail	121,135	103,574	3,174	1,075
Manufacturing & wholesales	36,239	38,932	3,044	(921)
Total	157,374	142,506	6,218	154

The Group's revenue for the current quarter increase by 10.43% to RM157.374 million as compared to the immediate preceding quarter mainly due to better sales volume.

The Group reported a PBT of RM6.218 million compared to RM0.154 million recorded in the immediate preceding quarter mainly contributed by higher gross margin as a result of higher gold price.

*Retail Segment*

The retail segment's revenue recorded a growth of 16.96% to RM121.135 million for the current quarter as compared to the immediate preceding quarter mainly contributed by better sales volume and higher gold price. The improved gold price has resulted in better gross margin earned leading the retail segment to record a PBT of RM3.174 million compared to RM1.075 million recorded in the immediate preceding quarter.

*Manufacturing & Wholesales segment ("M&W")*

The M&W segment reported a decrease in its revenue of 6.92% to RM36.239 million in the current quarter mainly due to seasonal fluctuation. Despite the decrease in sales, the M&W reported a PBT of RM3.044 million during the current quarter in comparison to a loss before tax of RM0.921 million in the immediate preceding quarter mainly due to improve in gross margin earned as a result of higher gold price. In addition, the M&W has written down its gold stocks to net realizable value in the preceding quarter, with the amount of write down amounted to RM0.987 million.

**TOMEI CONSOLIDATED BERHAD (692959-W)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014**

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**(The figures have not been audited)**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**

**16. COMMENTARY ON PROSPECTS**

The Malaysian economy is expected to remain resilient in 2014. Nevertheless consumers will face challenges from rising cost of living as results of increase in prices of goods and services. However, the Group foresees better business volume before the implementation of the Goods & Services Tax on 1 April 2015 and with the rationalization of its business strategy, the Group is expected to perform better in the financial year 2014.

**17. PROFIT FORECAST OR PROFIT GUARANTEE**

The Group has not provided any profit forecast or profit guarantee in any public document during the current financial period.

**18. TAX EXPENSE**

	<b>Individual Quarter</b>	
	<b>31/3/2014</b>	<b>31/3/2013</b>
	<b>RM'000</b>	<b>RM'000</b>
Current taxation	1,825	1,175

The effective tax rate of the Group for current financial period is higher than its statutory tax rate of 25% mainly due to certain expenses not deductible for tax purpose.

**19. CORPORATE PROPOSALS**

There were no corporate proposals undertaken by the Group during the current quarter.

**20. BORROWINGS AND DEBT SECURITIES**

As at 31 March 2014, the Group has total borrowings of RM 189.115 million, all of which are denominated in Ringgit Malaysia.

	<b>Secured</b>	<b>Unsecured</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current	3,246	165,696	168,942
Non-current	2,671	17,502	20,173
	5,917	183,198	189,115

**TOMEI CONSOLIDATED BERHAD (692959–W)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014**

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**(The figures have not been audited)**

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)**

**21. DERIVATIVE FINANCIAL INSTRUMENTS**

	<b>Contract amount RM'000</b>	<b>Derivative Assets RM'000</b>
Gold contract	29,609	895

These gold contracts were entered into with the objective of managing and hedging the Group's exposure to adverse price movements in gold bullions. The fair values of the components have been determined based on counter parties' quotes as at the end of each reporting period.

The above derivatives are initially recognized at fair value on the date the derivative contracts are entered into and are subsequently re-measured at fair value through profit or loss. The resulting gain or loss from the re-measurement is recognized in profit or loss.

During the financial period, the Group recognized a net loss of RM1.494 million arising from fair value changes of derivative assets.

**22. CHANGES IN MATERIAL LITIGATIONS**

No material litigation has arisen since 31 December 2013.

**23. DIVIDEND PAYABLE**

A first and final single tier dividend of 1.0 sen per ordinary share, amounting to RM1.386 million in respect of the financial year ended 31 December 2013, has been approved by shareholders in the just concluded Annual General Meeting of the Company. The dividend will be paid to shareholders on 5<sup>th</sup> June 2014.

**TOMEI CONSOLIDATED BERHAD (692959–W)****QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014**

(The figures have not been audited)

**PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (Cont'd)****24. EARNINGS PER SHARE**

The basic earnings per share is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period.

	<b>Individual Quarter 3 months ended</b>	
	<b>31/3/2014 RM'000</b>	<b>31/3/2013 RM'000</b>
Consolidated profit for the financial period attributable to equity holders of the parent	4,09'	2,364
Weighted average number of ordinary shares in issue ('000)	138,600	138,600
Basic earnings per share (sen)	2.96	1.71
Diluted earnings per share	N/A	N/A

There is no diluted earnings per share as the Company does not have any convertible financial instruments in issue.

**25. PROFIT BEFORE TAX**

	<b>Individual Quarter 3 months ended</b>	
	<b>31/3/2014 RM'000</b>	<b>31/3/2013 RM'000</b>
Profit before tax is arrived at after charging/(crediting):-		
Amortisation and depreciation	1,523	1,470
Finance costs	2,622	2,914
Property, plant and equipment written off	56	1
Fair value loss on financial instrument	1,494	-
Loss/(Gain) on gold price fluctuation and foreign exchange	(282)	(68)
Reversal of impairment loss on trade and other receivables	-	(3)
Gain on disposal of property, plant and equipment	(60)	-
Interest income	(16)	(7)



**TOMEI CONSOLIDATED BERHAD (692959-W)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED  
31 MARCH 2014**

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**(The figures have not been audited)**

**26. REALISED AND UNREALISED RETAINED EARNINGS**

	<b>As at</b>	
	<b>31/3/2014</b>	<b>31/3/2013</b>
	<b>RM'000</b>	<b>RM'000</b>
Total retained earnings:-		
- realized	125,136	136,075
- unrealized	743	(411)
	<hr/>	<hr/>
Less: Consolidation adjustments	125,879	135,664
	<hr/>	<hr/>
Total Group retained earnings	<u>109,420</u>	<u>114,864</u>

By Order of the Board

Secretary  
Teoh Kok Jong (LS 04719)  
Dated : 20 May 2014