



WELLCALL HOLDINGS BERHAD (707346 - W)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For The Third Quarter Ended 30 June 2014
 (The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current quarter ended 30 June 2014 RM'000	Preceding year corresponding quarter ended 30 June 2013 RM'000	9 months Cumulative 30 June 2014 RM'000	9 months Cumulative 30 June 2013 RM'000
Revenue		39,663	35,526	108,932	97,822
Cost of sales		(27,343)	(25,031)	(74,334)	(70,323)
Gross profit		12,320	10,495	34,598	27,499
Other operating income		393	844	1,394	2,010
Selling and distribution expenses		(1,414)	(789)	(3,152)	(2,155)
Administrative expenses		(1,843)	(1,744)	(5,232)	(5,291)
Finance costs		(78)	(5)	(202)	(107)
Interest income		231	176	651	585
Profit before taxation		9,609	8,977	28,057	22,541
Taxation	B6	(2,250)	(2,165)	(6,458)	(5,583)
Profit for the period	B8	7,359	6,812	21,599	16,958
Other comprehensive income		-	-	-	-
Total comprehensive income for the period		7,359	6,812	21,599	16,958
Attributable to :					
Equity holders of the Company		7,359	6,812	21,599	16,958
Earnings per share (sen):					
Basic	B12 (a)	2.22	2.05	6.51	5.12
Diluted	B12 (b)	2.22	2.05	6.50	5.11
Single Tier dividend per share (sen)		2.00	2.00	6.00	5.20

Note:

This is prepared based on the unaudited consolidated results of the Group for the current quarter ended 30 June 2014 and is to be read in conjunction with the audited financial statements for the financial year ended 30 September 2013 and the accompanying explanatory notes attached to the Interim Financial Report.



WELLCALL HOLDINGS BERHAD (707346 - W)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2014

(The figures have not been audited)

	As at 30 June 2014 RM'000	(Audited) As at 30 September 2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	33,652	28,032
Other investment	10	10
	<u>33,662</u>	<u>28,042</u>
Current Assets		
Inventories	17,515	17,082
Trade receivables	2,923	4,750
Other receivables, deposits and prepayment	454	2,197
Deposits with licensed banks	26,250	28,431
Cash and bank balances	20,926	17,610
	<u>68,068</u>	<u>70,070</u>
TOTAL ASSETS	<u>101,730</u>	<u>98,112</u>
EQUITY AND LIABILITIES		
Equity attributable to the equity holders of the parent		
Share capital	66,393	66,333
Share premium	2,443	2,168
Capital reserve	126	242
Retained profits	16,166	14,473
Total Equity	<u>85,128</u>	<u>83,216</u>
Non-current liabilities		
Deferred taxation	2,716	2,821
Current liabilities		
Trade payables	4,717	4,313
Other payables and accruals	6,413	5,554
Provision for taxation	2,756	2,208
	<u>13,886</u>	<u>12,075</u>
Total liabilities	<u>16,602</u>	<u>14,896</u>
TOTAL EQUITY AND LIABILITIES	<u>101,730</u>	<u>98,112</u>
Net Assets per share (RM)	<u>0.256</u>	<u>0.251 *</u>

Note:

The unaudited condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 September 2013 and the accompanying explanatory notes attached to the Interim Financial Report.

* adjusted to reflect the share split of every one (1) existing ordinary share of RM0.50 each in Wellcall into two and half (2.5) ordinary shares of RM0.20 each in Wellcall ("Shares") ("Share Split"), which was completed on 26 March 2014



WELLCALL HOLDINGS BERHAD (707346 - W)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For The Third Quarter Ended 30 June 2014

(The figures have not been audited)

	<---Non-distributable--->			<-Distributable->		Total RM'000
	Share Capital RM'000	Share Premium RM'000	Capital Reserve RM'000	Fair Value Reserve RM'000	Retained Profits RM'000	
As at 1 October 2013	66,333	2,168	242	-	14,473	83,216
ESOS						
Share options granted	-	-	-	-	-	-
Share options exercised/cancelled	60	275	(116)	-	-	219
Profit for the period	-	-	-	-	21,599	21,599
Dividend	-	-	-	-	(19,906)	(19,906)
As at 30 June 2014	66,393	2,443	126	-	16,166	85,128

Note:

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 September 2013 and the accompanying explanatory notes attached to the Interim Financial Report.



WELLCALL HOLDINGS BERHAD (707346 - W)

CONDENSED CONSOLIDATED CASHFLOW STATEMENT

For The Third Quarter Ended 30 June 2014

(The figures have not been audited)

	Note	9 months ended 30 June 2014 RM'000	9 months ended 30 June 2013 RM'000
CASHFLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		28,057	22,541
Adjustments for:			
Depreciation of property, plant and equipment		2,768	2,525
Staff costs under ESOS		-	17
Unrealised gain on foreign exchange		(1,294)	(1,932)
(Gain)/loss on disposal of property, plant and equipment		(97)	(76)
Interest expense		202	107
Interest income		(651)	(585)
Operating profit before working capital changes		<u>28,985</u>	<u>22,597</u>
Inventories		(434)	2,792
Receivables		4,865	2,007
Payables		1,263	(172)
Cash generated from operations		<u>34,679</u>	<u>27,224</u>
Tax paid		(6,015)	(5,703)
Interest paid		(202)	(107)
Interest received		651	585
Net cash generated from operating activities		<u>29,113</u>	<u>21,999</u>
CASHFLOWS FROM INVESTING ACTIVITIES			
Proceeds from disposal of fixed assets		97	148
Purchase of property, plant and equipment		(8,388)	(2,428)
Net cash used in investing activities		<u>(8,291)</u>	<u>(2,280)</u>
CASHFLOW FROM FINANCING ACTIVITIES			
Dividend paid		(19,906)	(15,909)
Proceeds from issuance of shares pursuant to employees' share options scheme		219	60
Net cash used in financing activities		<u>(19,687)</u>	<u>(15,849)</u>
NET INCREASE/(DECREASED) IN CASH AND CASH EQUIVALENTS		1,135	3,870
CASH AND CASH EQUIVALENTS BROUGHT FORWARD		<u>46,041</u>	<u>41,680</u>
CASH AND CASH EQUIVALENTS CARRIED FORWARD A14		<u>47,176</u>	<u>45,550</u>

Note:

This is prepared based on the unaudited consolidated results of the Group for the current quarter ended 30 June 2014 and is to be read in conjunction with the audited financial statements for the financial year ended 30 September 2013 and the accompanying explanatory notes attached to the Interim Financial Report.



WELL CALL HOLDINGS BERHAD (707346-W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Third Quarter Ended 30 June 2014

Part A - Explanatory Notes Pursuant to MFRS 134

1. Basis of Preparation

The unaudited interim financial statements have been prepared in accordance with the reporting requirements outlined in the Malaysian Financial Reporting Standards ("MFRS") No. 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 September 2013. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 September 2013.

Changes in accounting policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 30 September 2013 except for the adoption of new MFRSs, amendments to MFRS and Issues Committee ("IC") Interpretations. The adoption of these new MFRSs, amendments to MFRS and IC Interpretations do not have material financial impact on the results and the financial position of the Group.

2. Auditors' Report on Preceding Annual Financial Statements

The preceding audited financial statements for the financial year ended 30 September 2013 was not subject to any qualification.

3. Comments about Seasonality or Cyclicity of Operations

The Group's operations are not materially affected by seasonal or cyclical changes during the current quarter under review.

4. Extraordinary and Exceptional Items

There were no extraordinary and exceptional items of unusual nature affecting assets, liabilities, equity, net income or cash flows of the Group for the current quarter under review.

5. Changes in estimates

There were no changes in estimates of amounts which have a material effect in the current quarter under review.

6. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities in the current quarter and current financial year-to-date under review.

7. Dividend paid

A second interim single tier dividend of 2.0 sen on 331,965,037 ordinary shares of RM0.20 each in respect of the financial year ending 30 September 2014 amounting to approximately RM6,639,300.74 was paid on 26 June 2014.



WELL CALL HOLDINGS BERHAD (707346-W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Third Quarter Ended 30 June 2014

Part A - Explanatory Notes Pursuant to MFRS 134 (Cont'd)

8. Segmental information

Segmental information for the Group by geographical and business segment is presented as follows:

	9 Months period ended 30 June 2014 RM'000	9 Months period ended 30 June 2013 RM'000
Geographical Segments		
<u>Revenue</u>		
<i>Export Market</i>		
Asia	23,113	21,903
Middle East	16,344	14,119
Europe	16,270	14,145
USA/Canada	19,088	13,040
South America	10,294	14,678
Australia/New Zealand	10,928	8,548
Africa	2,252	2,866
	98,289	89,299
<i>Local Market</i>	10,643	8,523
	108,932	97,822
<u>Results</u>		
<i>Export Market</i>		
	25,316	20,577
<i>Local Market</i>		
	2,742	1,964
Profit from operations	28,058	22,541

Disclosure of segmental information of the Group by business segment is not presented as the Group is primarily engaged in only one business segment which is the manufacture of rubber hose

9. Valuation of property, plant and equipment

There were no valuation of the property, plant and equipment in the current quarter under review. The valuation of property, plant and equipment have been brought forward without amendments from the previous audited financial statements.

10. Material events subsequent to the end of the quarter

Save as disclosed below and in Note 10 of Part B, in the opinion of the Directors, there were no material events between the end of the current quarter under review and the date of this report, which is likely to substantially affect the current quarterly results under review.

11. Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter.

12. Contingent liabilities

The Directors are of the opinion that the Group has no contingent liabilities which, upon crystallisation would have a material impact on the financial position and business of the Group as at 25 August 2014 (the latest practicable date which is not earlier than 7 days from the date of issue of this financial results).

13. Capital commitments

As at 25 August 2014, the Group had commitments for approved and contracted for capital expenditures amounting approximately to RM14.8 million.

14. Cash and cash equivalents

	As at 30 June 2014 RM'000	As at 30 June 2013 RM'000
Deposits with licensed banks	26,250	26,213
Cash & bank balances	20,926	19,337
	47,176	45,550
Deposits with licensed banks	RM'000	RM'000
(i) Islamic	16,000	1,000
(ii) Non-Islamic	10,250	25,213
	26,250	26,213



WELLCALL HOLDINGS BERHAD (707346-W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Third Quarter Ended 30 June 2014

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

1. Performance review

1.1 Analysis of Current Quarter Performance

	Current quarter ended 30 June 2014 RM'000	Preceding year corresponding quarter 30 June 2013 RM'000	Variation RM'000	%
Revenue				
- Export	35,842	31,942	3,900	12.21
- Local	3,821	3,584	237	6.61
	39,663	35,526	4,137	11.64
Profit before taxation	9,609	8,977	632	7.04

For the current quarter ended 30 June 2014, the Group recorded revenue of RM39 663 million, representing an increase of RM4 137 million or approximately 11.64% on a quarter to quarter basis. The export markets and local market contributed approximately 90.4% and 9.6% respectively to the Group's revenue. The export market recorded an increase of 12.21% and local market recorded a growth of 6.61%. The increase in turnover is mainly attributable to continued recovery in demand for our industrial rubber hose.

The Group reported a profit before taxation ("PBT") of RM9 609 million for the current quarter ended 30 June 2014 compared to PBT of RM8 977 million recorded in the corresponding quarter ended 30 June 2013, representing an increase of RM0 632 million or 7.04%. The increase in PBT is not in line with the increase in turnover and is mainly attributable to additional incentives given to certain customers to expand their market share.

1.2 Analysis of year-to-date performance

	9 Months period ended 30 June 2014 RM'000	9 Months period ended 30 June 2013 RM'000	Variation RM'000	%
Revenue				
- Export	98,289	89,299	8,990	10.07
- Local	10,643	8,523	2,120	24.87
	108,932	97,822	11,110	11.36
Profit before taxation	28,058	22,541	5,517	24.48

For the current nine (9) months ended 30 June 2014, the Group recorded revenue of RM108 932 million, representing an increase of RM11 110 million or approximately 11.36% from RM97 822 million achieved in the corresponding period of the preceding financial year. The export markets contributed approximately 90.4% to the Group's revenue. The export market registered a increase of 10.07% whilst the local market recorded a record growth of 24.87% compared to the corresponding period of the preceding financial year. The increase in turnover is mainly attributable to continued recovery in demand for our industrial rubber hose.

The Group reported a profit before taxation ("PBT") of RM28 058 million for the nine (9) months ended 30 June 2014 compared to PBT of RM22 541 million recorded in the corresponding period ended 30 June 2013, representing an increase of RM5 517 million or 24.48%. The increase in PBT is not in line with the increase in turnover and is mainly attributable to lower raw material cost, favourable foreign exchange gain and lower overheads as a result of higher utilisation of production capacity.



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QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Third Quarter Ended 30 June 2014

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (Cont'd)

2. Comparisons with previous quarter's results	Current	Preceding	Variation	
	quarter ended 30 June 2014 RM'000	quarter ended 31 March 2014 RM'000	RM'000	%
Revenue	39,663	33,971	5,692	16.76
Profit before taxation	9,609	9,076	533	5.87

The Group reported a higher PBT of RM9.609 million for the current quarter ended 30 June 2014 compared to PBT of RM9.076 million recorded in the preceding quarter ended 31 March 2014. The increase in PBT is not in line with the increase in turnover and is mainly attributable to additional incentives in the form of discounts given to certain customers to expand their market share.

3. Prospects

Demand for industrial rubber hoses will continue to see gradual recovery from both the emerging and developed economies, with higher growth rates projected from the emerging markets. Moving forward, the Group will ensure it stays ahead of market trends, responding swiftly to changes for betterment through automation and research. In the near term, the Group expects the raw material prices to trend at current levels with possibly further downward inclination. The recent easing of these raw material prices has enabled a more favourable operating environment for sustainable growth in demand and earnings. The outlook of the global economy for the remaining of 2014 remains challenging and uncertain. Nevertheless, the Group's strategies remain focused on leveraging on its extensive customer network, competitive products, quality services and a wider range of products to enhance its competitive edge.

Barring unforeseen circumstances, the Board believe that the Group's prospects for the financial year ending 30 September 2014 remains favourable.

4. Board of directors statement on internal targets

The Group did not announce or disclose any profit estimates, forecast, projections or internal management targets in a public documents.

5. Profit forecast or profit guarantee

The Group did not announce or disclose any profit forecast or profit guarantee in a public document.

6. Taxation

	3 months ended 30 June 2014 RM'000	9 months ended 30 June 2014 RM'000
Income tax	2,336	6,563
Deferred tax		
- Current period	(86)	(105)
	(86)	(105)
	2,250	6,458

The deferred tax liabilities arose from accelerated capital allowances over depreciation of qualifying plant and equipment.

7. Group's borrowings and debt securities

As at 25 August 2014, the Group does not have any outstanding borrowings.



WELL CALL HOLDINGS BERHAD (707346-W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Third Quarter Ended 30 June 2014

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (Cont'd)

8. Profit for the period

	3 months ended 30 June 2014 RM'000	9 months ended 30 June 2014 RM'000
Profit for the period is arrived at after (charging)/crediting :-		
(i) Depreciation	940	2,768
(ii) Foreign exchange gain	375	1,294

Save as disclosed above and in the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive, the other items under Appendix 9B, Part A (16) of the Bursa Listing Requirements are not applicable

9. Disclosure of realised and unrealised profits

The breakdown of the retained profits of Wellcall Holdings Bhd and its subsidiary company ("Group") as at 30 June 2014, into realised and unrealised profits, pursuant to a directive issued by Bursa Securities on 25 March 2010 and 20 December 2010 is as follows :

	As at 30 June 2014 RM'000	As at 30 Sept 2013 RM'000
Total retained profits/(accumulated losses) of the Group		
- realised	44,558	43,344
- unrealised		
in respect of deferred tax recognised in income statement	(2,716)	(2,821)
in respect of foreign exchange translation	375	1
	(2,341)	(2,820)
	42,217	40,524
Less: Consolidation Adjustments	(26,051)	(26,051)
Total Group retained profits as per consolidated accounts	16,166	14,473



WELLCALL HOLDINGS BERHAD (707346-W)

QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Third Quarter Ended 30 June 2014

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (Cont'd)

10. Dividends

The Board of Directors have recommended a third interim single tier dividend of 2.0 sen per share amounting to approximately RM6,639,300.74 in respect of the financial year ending 30 September 2014. The entitlement date and payment date for the said dividend shall be 17 September 2014 and 30 September 2014 respectively. During the previous corresponding period, the Company declared a third interim single tier dividend of 2.0 sen per share* for the financial year ended 30 September 2013 amounting to RM6,633,300.80. The total dividend paid and payable for the current financial year is 6.0* sen per share.

The total dividend payable by the Company in respect of the financial year ending 30 September 2014 is 2.0 sen per share represented by a total amount of approximately RM6,639,300.74.

Records of Dividends

Financial Year	Dividend per share (sen)	Total Dividend (RM'000)	Status
2014	2.00 (3rd interim)	6,639,301	Payable
2014	2.00	6,633,301	Paid
2014 *	2.00	6,633,301	Paid
	6.00	19,905,903	
2013 *	7.20	23,872,684	Paid
2012 *	6.40	21,203,464	Paid
2011 *	4.80	15,867,047	Paid
2010 *	4.40	14,500,860	Paid
2009 *	4.40	14,372,251	Paid
2008 ^ *	3.47	11,162,210	Paid
2007 ^ *	2.54	8,055,482	Paid
2006 ^ *	0.97	3,000,300	Paid
Total		131,940,201	

* adjusted to reflect the share split of every one (1) existing ordinary share of RM0.50 each in Wellcall into two and half (2.5) ordinary shares of RM0.20 each in Wellcall ("Shares") ("Share Split") which was completed on 26 March 2014

^ adjusted to reflect the bonus issue of 42,646,005 new ordinary shares of RM0.50 each in the Company ("Shares") ("Bonus Share") on the basis of 1 Bonus Share for every 2 existing Shares held in the Company which was completed on 22 February 2008

11. Material litigation

Neither the Company nor its subsidiary company is engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiary company and the Board does not know of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiary company

12. Earnings per share

(a) Basic earnings per share

Basic earnings per share is calculated by dividing net profit attributable to ordinary equity holders by the weighted average number of ordinary shares in issue during the period

Weighted average number of ordinary shares for calculation of basic earnings per share:

	3 months ended 30 June 2014 RM'000	9 months ended 30 June 2014 RM'000
Profit attributable to shareholders	7,359	21,599
Issued ordinary shares at the beginning of period ('000)	331,665	331,665
Effect of shares issued during the period ('000)	117	39
Weighted average number of shares in issue ('000)	331,782	331,704
Basic earnings per share (sen)	2.22	6.51



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QUARTERLY REPORT ON CONSOLIDATED RESULTS
For The Third Quarter Ended 30 June 2014

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (Cont'd)

(b) Diluted earnings per share

Diluted earnings per share is calculated by dividing net profit attributable to ordinary equity holders by the adjusted weighted average number of ordinary shares issued and issuable during the period.

Adjusted weighted average number of ordinary shares issued and issuable used for the calculation of diluted earnings per share:

	3 months ended 30 June 2014 RM'000	9 months ended 30 June 2014 RM'000
Profit after taxation	7,359	21,599
Issued ordinary shares at the beginning of period ('000)	331,665	331,665
Effect of shares issued during the period ('000)	117	39
Effect of share options ('000)	188	417
Weighted average number of shares in issue ('000)	331,970	332,121
Diluted earnings per share (sen)	2.22	6.50

13. Status of corporate proposals

There were no corporate proposals announced as at 25 August 2014.

14. Authorisation for issue

The unaudited interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 29 August 2014.

By order of the Board

Woon Oi Ling (F) (MAICSA 7032288)
Company Secretary
29 August 2014