

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE 3RD QUARTER ENDED 31<sup>ST</sup> JANUARY 2016**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<b>Current Year Quarter 31-Jan-16 RM'000</b>	<b>Preceding Year Corresponding Quarter 31-Jan-15 RM'000</b>	<b>Current Year To Date 31-Jan-16 RM'000</b>	<b>Preceding Year To Date 31-Jan-15 RM'000</b>
Revenue	22,342	19,320	66,805	53,637
Cost of sales	(12,857)	(12,767)	(40,665)	(36,959)
<b>Gross profit</b>	<b>9,485</b>	<b>6,553</b>	<b>26,140</b>	<b>16,678</b>
Other income	218	899	1,665	1,262
Selling & distribution expenses	(1,441)	(1,367)	(4,616)	(4,148)
Administrative expenses	(2,044)	(1,716)	(6,171)	(4,678)
Other operating expenses	(455)	(318)	(304)	(248)
Finance costs	(52)	(149)	(154)	(464)
<b>Profit before tax</b>	<b>5,711</b>	<b>3,902</b>	<b>16,560</b>	<b>8,402</b>
Income tax expense	(1,408)	(963)	(3,603)	(2,262)
<b>Profit for the period</b>	<b>4,303</b>	<b>2,939</b>	<b>12,957</b>	<b>6,140</b>
<b>Other comprehensive income :</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>4,303</b>	<b>2,939</b>	<b>12,957</b>	<b>6,140</b>
<b>Profit attributable to :</b>				
Owners of the Company	4,303	2,939	12,957	6,140
Non-Controlling Interest	-	-	-	-
	<b>4,303</b>	<b>2,939</b>	<b>12,957</b>	<b>6,140</b>
<b>Total comprehensive income attributable to :</b>				
Owners of the Company	4,303	2,939	12,957	6,140
Non-Controlling Interest	-	-	-	-
	<b>4,303</b>	<b>2,939</b>	<b>12,957</b>	<b>6,140</b>
<b>Basic earnings per share (sen)</b>	<b>5.42</b>	<b>3.70</b>	<b>16.32</b>	<b>7.73</b>

Note:

The unaudited Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2015 and the accompanying notes to the Interim Financial Statements

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31<sup>ST</sup> JANUARY 2016**

	<b>As At 31-Jan-16 RM'000</b>	<b>Audited As At 30-Apr-15 RM'000</b>
<b><u>ASSETS</u></b>		
<b>Non-current assets</b>		
Property, plant and equipment	55,478	54,655
Intangible asset	1,657	1,850
Other investment	47	47
Deferred tax assets	575	637
	<u>57,757</u>	<u>57,189</u>
<b>Current assets</b>		
Inventories	9,965	11,679
Trade receivables	7,650	10,928
Other receivables, prepayment and other assets	1,201	1,931
Deposit with licensed bank	18,137	9,416
Bank & cash balances	11,810	6,282
	<u>48,763</u>	<u>40,236</u>
<b>TOTAL ASSETS</b>	<u>106,520</u>	<u>97,425</u>
<b><u>EQUITY AND LIABILITIES</u></b>		
<b>Equity attributable to owners of the Parent</b>		
Share capital	40,000	40,000
Share premium	1,433	1,433
Treasury shares	(339)	(329)
Revaluation reserves	17,742	17,924
Retained profits	32,463	20,912
<b>Total Equity</b>	<u>91,299</u>	<u>79,940</u>
<b>Non-current liabilities</b>		
Loan and borrowings	1,613	2,137
Deferred tax liability	4,628	4,742
	<u>6,241</u>	<u>6,879</u>
<b>Current liabilities</b>		
Loan and borrowings	932	1,895
Trade payables	1,885	3,398
Other payables and accruals	4,525	4,475
Tax payable	1,638	838
	<u>8,980</u>	<u>10,606</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>106,520</u>	<u>97,425</u>
Net assets per ordinary share attributable to Owners of Company (sen)	<u>114.99</u>	<u>100.67</u>

Note:

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Group's audited financial statements for the financial year ended 30 April 2015 and the accompanying notes to the Interim Financial Statements.

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR FINANCIAL PERIOD ENDED 31<sup>ST</sup> JANUARY 2016**

	Attributable to Owners of the Parent			Distributable Retained Profit RM'000	Total Equity RM'000
	Non-Distributable Share Capital RM'000	Share Premium RM'000	Treasury Share RM'000		
Balance as at 1 May 2014	40,000	1,433	(255)	17,884	59,062
Profit for the period	-	-	-	6,140	6,140
Share buy back	-	-	(68)	-	(68)
Distribution of dividend	-	-	-	(1,588)	(1,588)
Balance as at 31 January 2015	<u>40,000</u>	<u>1,433</u>	<u>(323)</u>	<u>22,436</u>	<u>63,546</u>

	Attributable to Owners of the Parent			Revaluation Reserve RM'000	Distributable Retained Profit RM'000	Total Equity RM'000
	Non-Distributable Share Capital RM'000	Share Premium RM'000	Treasury Share RM'000			
Balance as at 1 May 2015	40,000	1,433	(329)	17,924	20,912	79,940
Profit for the period	-	-	-	-	12,957	12,957
Realisation of revaluation surplus	-	-	-	(182)	182	-
Share buy back	-	-	(10)	-	-	(10)
Distribution of dividend	-	-	-	-	(1,588)	(1,588)
Balance as at 31 January 2016	<u>40,000</u>	<u>1,433</u>	<u>(339)</u>	<u>17,742</u>	<u>32,463</u>	<u>91,299</u>

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 April 2015 and the accompanying notes to the Interim Financial Statements

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
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**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**  
**FOR THE PERIOD ENDED 31<sup>ST</sup> JANUARY 2016**

	<b>Current Year 9 Months Ended 31-Jan-16 RM'000</b>	<b>Preceding Year 9 Months Ended 31-Jan-15 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	16,560	8,402
Adjustment for :		
Non-cash items	3,503	2,223
Non-operating items	(177)	95
	<hr/>	<hr/>
Operating profit before working capital changes	19,886	10,720
Changes in working capital		
Inventories	1,319	(547)
Trade and other receivables	3,817	15
Trade and other payables	(1,420)	(290)
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Cash generated from / (used) in operations	23,602	9,898
Interest paid	(154)	(249)
Interest received	331	154
Tax paid	(2,907)	(1,361)
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Net cash from / (used in) operating activities	<u>20,872</u>	<u>8,442</u>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of property, plant & equipment	85	9
Purchase of property, plant & equipment and development expenditure	(3,622)	(1,620)
	<hr/>	<hr/>
Net cash from / (used in) investing activities	<u>(3,537)</u>	<u>(1,611)</u>
<b>Cash flows from financing activities</b>		
Purchase of treasury shares	(10)	(67)
Net movement in trade bills	(988)	(879)
Repayment of term loan	(248)	(249)
Repayment of finance leases	(252)	(230)
Dividend paid	(1,588)	(1,588)
	<hr/>	<hr/>
Net cash from / (used in) financing activities	<u>(3,086)</u>	<u>(3,013)</u>
Net increase in cash and cash equivalents	14,249	3,818
Cash and cash equivalents as at beginning of financial year	15,698	15,761
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Cash and cash equivalents as at end of period	<u><b>29,947</b></u>	<u><b>19,579</b></u>
<b>Cash and cash equivalents at end of period comprises :-</b>		
Deposits, Cash & Bank Balances	29,947	19,579
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	<u><b>29,947</b></u>	<u><b>19,579</b></u>

Note:

The unaudited Condensed Consolidated Cash Flow Statements should be read in conjunction with the audited financial statements for the financial year ended 30 April 2015 and the accompanying notes to the Interim Financial Statements.

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
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**Explanatory Notes Pursuant to Financial Reporting Standard (“FRS”) No. 134**

**A1. BASIS OF PREPARATION**

The interim financial statements of Superlon Holdings Berhad (“Superlon” or “the Company”) are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standard Board and paragraph 9.22 and Part A of Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 April 2015. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 April 2015.

**A2. CHANGES IN ACCOUNTING POLICIES**

The significant accounting policies applied are consistent with those adopted for the audited financial statements for the year ended 30 April 2015 except for the adoption of the following MFRSs, IC interpretations, amendments to MFRSs and IC interpretations issued by Malaysian Accounting Standards Board (“MASB”) that are mandatory for the Group for the financial year beginning or after 1 May 2015 :

<b>MFRSs and IC Interpretations (including the Consequential Amendments)</b>	<b>Effective date</b>
MFRS 9 : Financial Instrument (IFRS 9 issued by IASB in July 2014)	1 January 2018
MFRS 15 : Revenue from Contracts with Customer	1 January 2017
Amendments to MFRS 10 and MFRS 128 (2011) : Sale or Contribution of Assets between and Investor and its Associate or Joint Venture	1 January 2016
Amendments to MFRS 11 : Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to MFRS 10, MFRS 12 and MFRS 128 (2011) : Investment Entities – Applying the Consolidation Exception	1 January 2016
Amendments to MFRS 101 : Presentation of Financial Statements – Disclosure Initiative	1 January 2016
Amendments to MFRS 116 and MFRS 138 : Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to MFRS 116 and MFRS 141 : Agriculture – Bearer Plants	1 January 2016
Amendments to MFRS 119 : Defined Benefit Plans – Employee Contributions	1 July 2014
Amendments to MFRS 127 (2011) : Equity Method in Separate Financial Statements	1 January 2016
Annual Improvements to MFRSs 2010 – 2012 Cycle	1 July 2014
Annual Improvements to MFRSs 2011 – 2013 Cycle	1 July 2014
Annual Improvements to MFRSs 2012 – 2014 Cycle	1 January 2016

Details of standards, amendments to published standards and interpretations to existing standards that are applicable to the Group with effect from 1 May 2015 or later are provided in note 3 to the audited financial statements of the Group for the financial year ended 30 April 2015.

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
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**A3. QUALIFICATION OF ANNUAL FINANCIAL STATEMENTS**

The latest audited consolidated financial statements of Superlon for the financial year ended 30 April 2015 are not qualified.

**A4. SEASONAL AND CYCLICAL FACTORS**

The Group's business operations were not materially affected by any major seasonal or cyclical factors.

**A5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There was no unusual item affecting assets, liabilities, equity, net income or cash flows during the current quarter under review.

**A6. SIGNIFICANT CHANGES IN ESTIMATES**

There were no changes in accounting estimates that have had a material effect in the current quarter's results.

**A7. ISSUANCES AND REPAYMENT OF DEBT AND EQUITY SECURITIES**

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter under review.

The SHB shares bought back are held as treasury shares in accordance with section 67A subsection 3(A)(b) of the Companies Act 1965. As at 31 January 2016, the number of treasury shares held in hand amounted to 600,079 ordinary shares of RM0.50 each, at an average buy-back price of RM0.57 per share.

**A8. DIVIDEND PAID**

There was no dividend paid during the quarter under review.

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
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**A9. SEGMENTAL INFORMATION**

Business Segment

The Group is principally engaged in the business segment of manufacturing of thermal insulation materials mainly for the HVAC&R industry, trading of HVAC&R parts and equipments.

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<b>Current Year Quarter 31-Jan-16</b>	<b>Preceding Year Corresponding Quarter 31-Jan-15</b>	<b>Current Year To Date 31-Jan-16</b>	<b>Preceding Year To Date 31-Jan-15</b>
Revenue				
- Manufacturing	20,977	17,567	62,581	48,408
- Trading	1,365	1,753	4,224	5,229
	<u>22,342</u>	<u>19,320</u>	<u>66,805</u>	<u>53,637</u>
Profit before tax				
- Manufacturing	5,781	3,916	16,689	8,499
- Trading	34	61	190	146
	<u>5,815</u>	<u>3,977</u>	<u>16,879</u>	<u>8,645</u>
Less : Unallocated corporate cost	(104)	(75)	(319)	(243)
	<u>5,711</u>	<u>3,902</u>	<u>16,560</u>	<u>8,402</u>

**A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

The valuations of lands and buildings have been brought forward without amendment from the financial year ended 30 April 2015.

**A11. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD**

There was no material event subsequent to the end of the reporting period.

**A12. CHANGES IN COMPOSITION OF THE GROUP**

There are no changes in the composition of the Group during the current quarter under review.

**A13. CHANGES IN CONTINGENT LIABILITIES**

The Directors are of the opinion that the Company has no material contingent liabilities which, upon becoming enforceable, may have a material impact on the financial position of the Group.

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
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**B. Additional Information Required By Bursa Malaysia Securities Berhad Listing Requirements**

**B1. PERFORMANCE REVIEW**

The Group revenue for the current quarter of RM22.3 million was higher by RM3.0 million as compared to the same quarter of previous year.

The Group registered a profit before tax of RM5.7 million in the current quarter as compared to RM3.9 million during the same quarter of previous year

The manufacturing division recorded revenue and profit before tax of RM21.0 million (FY 2015:RM17.6 million) and RM5.8 million (FY 2015:RM3.9 million) respectively. The higher profit before tax for the same quarter in current year was recorded due to increase in total gross profit. This increase was mainly attributable to contribution from favourable exchange rate movement.

Revenue for the trading division of RM1.4 million (FY 2015:RM1.8 million) was lower by RM0.4 million due to the decreased sales of copper pipes to local customers. The trading division profit before tax in current quarter has decreased to RM0.03 million compared to RM0.06 million during the same quarter of previous year.

**B2. VARIATION OF RESULTS AGAINST PRECEDING QUARTER**

Revenue for the current quarter has marginally decreased by 0.4% to RM22.3 million as compared to RM22.4 million in the preceding quarter.

The group registered a profit before tax of RM5.7 million in the current quarter as compared to RM5.9 million in the preceding quarter. Profit after tax of the Group has decreased by RM0.5 million to RM4.3 million as compared to the preceding quarter.

**B3. COMMENTARY ON PROSPECTS**

Barring any unforeseen circumstances and based on the present trend of demand, the Board expects the Group to achieve positive results for the financial year ending 30 April 2016.

**B4. VARIANCES FROM ACTUAL AND FORECAST PROFIT**

The Company did not issue any profit forecast for the year.



**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
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**B5. TAXATION**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31-Jan-16 RM'000	Preceding Year Corresponding Quarter 31-Jan-15 RM'000	Current Year To Date 31-Jan-16 RM'000	Preceding Year To Date 31-Jan-15 RM'000
Malaysia Taxation :				
Current tax expenses	1,261	901	3,557	2,063
Deferred tax expenses	49	62	(52)	199
Under / (Over) provision in prior year				
-Current tax expenses	98		98	
	1,408	963	3,603	2,262

The tax expense for the current quarter ended 31 January 2016 is derived based on statutory current tax rate of 24% (YA2016) for the financial period. The deferred tax liabilities arose from accelerated capital allowances over depreciation of qualifying property, plant and equipment.

**B6. UNQUOTED SECURITIES AND/OR PROPERTIES**

There were neither purchases nor disposals of any unquoted securities and / or properties for the current quarter under review.

**B7. INVESTMENT IN QUOTED SECURITIES**

There was no purchase or disposal by the Group in quoted securities for the current quarter under review.

The Group does not hold any investments in quoted securities as at 31 January 2016.

**B8. CORPORATE PROPOSAL**

There is no outstanding corporate proposal of the Group during the current quarter under review.

**B9. BORROWINGS**

The Group's borrowings as at the end of the reporting quarter are as follows:

	Current Year To Date 31-Jan-16	
	Short Term RM'000	Long Term RM'000
<u>Secured</u>		
Bank borrowings		
- Trade Facility	241	-
- Term Loan	352	1,168
Finance leases	339	445
	932	1,613

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
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**B10. OUSTANDING DERIVATIVES**

With the adoption of FRS 139, there are currently no off balance sheet derivatives.

As at 31 January 2016, the Group does not have any outstanding foreign exchange contract.

**B11. MATERIAL LITIGATION**

There is no pending material litigation as at the date of this quarterly report that has a material effect on the financial position of the Group. The Board does not know of any proceeding pending or threatened, or of any effect likely to give rise to any proceeding, which might materially and adversely affect the position or business of the Company or its subsidiary.

**B12. PROPOSED DIVIDEND**

On even date, the Board of Directors has approved and declared a special single-tier dividend of 4 sen per ordinary share of RM0.50 each (FY 2015 Special : 0 sen) for the financial year ending 30 April 2016. The special single-tier dividend will be paid on 3 May 2016 to shareholders whose names appeared on the company's Record Of Depositors on 12 April 2016.

**B13. EARNINGS PER SHARE ("EPS")**

The basic EPS is computed as following:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31-Jan-16 RM'000	Preceeding Year Corresponding Quarter 31-Jan-15 RM'000	Current Year To Date 31-Jan-16 RM'000	Preceeding Year To Date 31-Jan-15 RM'000
Profit attributable to owners of the Parent	4,303	2,939	12,957	6,140
Weighted average number of ordinary shares of RM0.50 in issue ('000)	79,405	79,422	79,405	79,422
Basic earnings per share (sen)	5.42	3.70	16.32	7.73

The diluted earnings per share for the Company is not presented as there are no potential dilutive ordinary shares during the financial period.

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
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**B.14 REALISED AND UNREALISED RETAINED PROFITS**

The breakdown of the retained earnings of the Group as at 31 January 2016, into realised and unrealised profits, is as follow :

	<b>Current Year To Date 31-Jan-16 RM'000</b>
The retained profits of the Company and its subsidiaries :	
-Realised profits	49,053
-Unrealised loss	(4,230)
	<hr/>
	44,823
Less : Consolidation adjustments	(12,360)
	<hr/>
	<u>32,463</u>

**By Order of the Board**

**Liu Lee, Hsiu-Lin (also known as Jessica H. Liu)**  
**Managing Director**

**Kuala Lumpur**  
**24 March 2016**