



BHS Industries Berhad (Company No: 719660-W)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 30 JUNE 2014
(The figures have not been audited)

	Fourth Quarter 3 months ended 30 June		Cumulative Quarters 12 months ended 30 June	
	2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Revenue	9,938	24,031	65,556	65,052
Operating expenses	(10,060)	(20,200)	(56,995)	(56,616)
Other income	564	405	1,357	1,131
Interest	2	1	35	18
Finance costs	(8)	(17)	(83)	(35)
Profit before tax	436	4,220	9,870	9,550
Taxation	1,820	(944)	1,261	(2,305)
Net profit for the period	<u>2,256</u>	<u>3,276</u>	<u>11,131</u>	<u>7,245</u>
Other Comprehensive Income:				
Translation of foreign operation	(21)	20	72	49
Net Gain/(loss) on Available for sale financial assets	66	(55)	234	178
Cumulative (Gains)/loss reclassified to Income Statement	-	(117)	-	(117)
	<u>45</u>	<u>(152)</u>	<u>306</u>	<u>110</u>
Total Comprehensive Income for the period	<u>2,301</u>	<u>3,124</u>	<u>11,437</u>	<u>7,355</u>
Profit Attributable to :				
Owners of the Company	<u>2,256</u>	<u>3,276</u>	<u>11,131</u>	<u>7,245</u>
Total Comprehensive Income attributable to:				
Owners of the Company	<u>2,301</u>	<u>3,124</u>	<u>11,437</u>	<u>7,355</u>
Earnings per share (sen):				
Basic (Part B, Note 11)	<u>3.13</u>	<u>4.54</u>	<u>15.44</u>	<u>10.05</u>

Note:

The unaudited condensed consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2013 and the accompanying explanatory notes attached to the Interim Financial Report.



BHS Industries Berhad (Company No: 719660-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 June 2013 RM ' 000
ASSETS		
Non-current assets		
Plant and equipment	9,234	10,554
Investment property	-	6,839
Other investments	1,746	1,476
Total non-current assets	10,980	18,869
Current assets		
Inventories	15,036	19,419
Trade receivables	19,607	24,077
Other receivables, deposits and prepayments	1,537	51
Tax recoverable	710	403
Short term Investments	13,783	18,706
Cash and bank balances	11,125	2,193
Non-current assets held for sale (Note 8)	4,448	-
Non-current assets held for sale (Note 9)	3,393	-
Total current assets	69,639	64,849
TOTAL ASSETS	80,619	83,718
EQUITY AND LIABILITIES		
Share capital	40,000	40,000
Share premium	1,684	1,684
Other reserve	(16,538)	(16,722)
Treasury shares	(4,224)	(4,224)
Retained earnings	53,920	44,952
Amount attributed to Non-current assets held for sale-foreign translation reserve	121	-
Total Equity	74,963	65,690
Non-current liabilities		
Borrowings	-	874
Deferred tax liabilities	1,585	1,691
Total non-current liabilities	1,585	2,565
Current liabilities		
Trade payables	529	10,128
Other payables and accruals	2,535	2,750
Provision for taxation	-	1,028
Loans and borrowings	-	1,557
Liabilities related to Non-current assets held for sale (Note 9)	1,007	-
Total current liabilities	4,071	15,463
TOTAL EQUITY AND LIABILITIES	80,619	83,718
Net asset per share (RM)	1.04	0.91

Note:

The unaudited condensed consolidated Statement Of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2013 and the accompanying explanatory notes attached to the Interim Financial Report.



BHS Industries Berhad (Company No: 719660-W)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FOURTH QUARTER ENDED 30 JUNE 2014
(The figures have not been audited)**

	Non-distributable					Distributable		
	Share Capital RM' 000	Share Premium RM' 000	Other Reserve RM' 000	Fair Value Reserve RM' 000	Translation Reserve RM' 000	Treasury Shares RM' 000	Retained Profits RM' 000	Total RM' 000
As at 1 July 2013	40,000	1,684	(16,833)	61	49	(4,224)	44,952	65,689
Total comprehensive income for the quarter	-	-	-	120	91	-	2,869	3,080
As at 30 September 2013	40,000	1,684	(16,833)	181	140	(4,224)	47,821	68,769
Total comprehensive income for the quarter	-	-	-	74	3	-	1,875	1,952
As at 31 December 2013	40,000	1,684	(16,833)	255	143	(4,224)	49,696	70,721
Dividend paid	-	-	-	-	-	-	(2,163)	(2,163)
Total comprehensive income for the quarter	-	-	-	(26)	(1)	-	4,131	4,104
As at 31 March 2014	40,000	1,684	(16,833)	229	142	(4,224)	51,664	72,662
Total comprehensive income for the quarter	-	-	-	66	(21)	-	2,256	2,301
As at 30 June 2014	40,000	1,684	(16,833)	295	121	(4,224)	53,920	74,963

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 June 2013 and the accompanying explanatory notes attached to the Interim Financial Report.



BHS Industries Berhad (Company No: 719660-W)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
AS AT 30 June 2014
(The figures have not been audited)

	Cumulative	
	12 months ended 30 June	
	2014	2013
	RM'000	RM'000
Cash Flows From Operating Activities		
Profit before tax	9,870	9,550
Adjustments for:		
Depreciation and amortisation	1,593	1,701
Allowance for debts	301	719
Loss on foreign exchange (unrealised)	243	110
Provision for sales return	(30)	(20)
Fair value gains on quoted shares	(37)	-
Recovery of debts	-	(21)
Unrealised short term investment	(378)	(349)
Gains on disposal of unit trusts/quoted shares	-	(131)
Interest expense	83	18
Gains on disposal of plant & equipment	(380)	(35)
	11,265	11,542
Changes in working capital:		
Inventories	4,383	(6,505)
Receivables	1,637	(14,972)
Short term investments	4,923	-
Payables	(9,705)	9,771
Cash generated from/(used) in operations	12,503	(164)
Interest paid	(83)	(18)
Taxes paid	(120)	(1,715)
Net cash generated from/(used in) operating activities	12,300	(1,897)
Cash Flows From Investing Activities		
Purchase of plant & equipment	(173)	(255)
Proceeds from disposal of plant & machinery	380	35
Proceeds from disposal of unit trusts/quoted shares	-	1,484
Net cash generated from investing activities	207	1,264
Cash Flows From Financing Activities		
Increase in borrowings	(1,533)	1,272
Dividend paid	(2,163)	(2,163)
Net cash used in financing activities	(3,696)	(891)
Net Increase/(Decrease) in cash and cash equivalents	8,811	(1,524)
Effects of foreign exchange rate changes	121	40
Cash and cash equivalents at beginning	2,193	3,677
Cash and cash equivalents at end #	11,125	2,193

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2013 and the accompanying explanatory notes attached to the Interim Financial Statement.

Please refer to Part A, Note 16 for the analysis of Cash and Cash equivalents

BHS Industries Berhad (Company no: 719660-W)
Notes To The Interim Report
For The Fourth Quarter Ended 30 June 2014
(The figures have not been audited)

Part A-Explanatory Notes Pursuant to FRS 134

1 Basis of Preparation

The unaudited interim financial statements have been prepared and presented in accordance with the reporting requirements outlined in the Malaysian Financial Reporting Standard ("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 unaudited interim financial statements report should be read in conjunction with the audited consolidated financial statements for the year ended 30 June 2013 and the accompanying explanatory notes attached to the audited consolidated financial statements.

In the previous years, the financial statements were prepared in accordance with the Financial Reporting Standards in Malaysia. The first time adoption of MFRS does not have any significant impact on the Group's reported unaudited financial position, financial performance and cash flows.

The Group has not adopted the new standards, amendments to published standards and interpretations that have been issued but not yet effective. These new standards, amendments to published standards and interpretations do not result in significant changes in accounting policies of the Group.

2 Auditors' Report on Preceding Annual Financial Statements

The audited financial statements for the financial year ended 30 June 2013 were not subject to any qualification.

3 Comments about Seasonality or Cyclicity of Operations

The business operations of The Group were not materially affected by seasonal or cyclical changes.

4 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items 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 on the results in the current quarter under review.

6 Debt and Equity Securities

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities in the current quarter under review.

7 Dividend Paid

The Company did not pay any dividend in the quarter.

8 Non-current assets held for sale RM4,448,000

This refers to the 7 pieces of freehold agricultural land the Company disposed of subject to the terms of Sale and Purchase Agreement dated 2 April 2014. In the EGM dated 18 July 2014, the shareholders voted to approve the disposal.

9 Non-current assets held for sale

This relates to the disposal of shares in a wholly owned subsidiary, BHS Resources Pte. Ltd subject to the terms of the Share Sale Agreement dated 2 April 2014. In the EGM dated 18 July 2014, the shareholders voted to approve the disposal. The major classes of assets and liabilities classified as held for sale are as follows:

	RM'000
Assets:	
Investment property	2,347
Cash at bank	1,046
	<u>3,393</u>
Liabilities:	
Loans and borrowings	898
Other payables	109
	<u>1,007</u>

BHS Industries Berhad (Company no: 719660-W)
Notes To The Interim Report
For The Fourth Quarter Ended 30 June 2014
(The figures have not been audited)

10 Segmental Information

Segmental Information for the Group by geographical segment is presented as follows:

	3 months Ended 30 June 2014 RM'000	12 months Ended 30 June 2014 RM'000
Geographical Segments		
Revenue		
Export market	5,159	44,332
Local market	<u>4,779</u>	<u>21,224</u>
	<u>9,938</u>	<u>65,556</u>
Results		
Export market	(63)	5,789
Local market	<u>(59)</u>	<u>2,772</u>
Profit from operations	(122)	8,561
Add Other Income & Interest	<u>558</u>	<u>1,309</u>
	436	9,870
Less taxation	<u>1,820</u>	<u>1,261</u>
	<u>2,256</u>	<u>11,131</u>

Disclosure of segmental information of the Group by business segment is not presented as the Group is primarily engaged in the segment of printing.

11 Valuation of Property, Plant and Equipment

There were no valuation of the property, plant and equipment in the current quarter under review.

12 Material Events Subsequent to the End of the Quarter

There were no material events between the end of the current quarter and the date of this report, which are likely to substantially affect the current quarter results under review.

13 Changes in the Composition of the Group

There are no changes in the composition of the Group.

14 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 22 August 2014, the latest practicable date which is not earlier than 7 days from the date of issuance of these financial results.

15 Capital Commitments

As at 22 August 2014 (the latest practicable date which is not earlier than 7 days from the date of issuance of these financial results), the Group did not have any material commitment for contracted capital expenditure which might have a material impact on the financial position or business of the Group.

16 Cash and Cash Equivalents

	As at 30 June 2014 RM'000	As at 30 June 2013 RM'000
Cash at bank	11,125	1,942
Fixed deposit with a licensed bank	<u>-</u>	<u>251</u>
	<u>11,125</u>	<u>2,193</u>

BHS Industries Berhad (Company no: 719660-W)
Notes To The Interim Report
For The Fourth Quarter Ended 30 June 2014
(The figures have not been audited)

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

1 Analysis of performance

	4th Quarter 30.06.2014 RM'000	4th Quarter 30.06.2013 RM'000
Revenue	<u>9,938</u>	<u>24,031</u>
Profit Before Tax	<u>436</u>	<u>4,220</u>

For the fourth quarter under review, revenue is lowered by RM14.1 million compared with the same quarter in the preceding year. The decrease in revenue also partly contributed by the Goods in Transit of RM3.3 million and WIP of RM0.6 million at the year end. The lower profit of RM0.4 million is due to a drop in revenue compared with the same quarter in the preceding year.

2 Variation of Results Against Preceding Quarter

	Current Quarter 30.06.2014 RM'000	Preceding Quarter 31.03.2014 RM'000
Revenue	<u>9,938</u>	<u>16,860</u>
Profit Before Tax	<u>436</u>	<u>2,905</u>

For the fourth quarter under review, the Group recorded a decrease in revenue of RM6.9 million compared with the preceding quarter in Mar 14. The decrease would be partly attributable to the Goods in Transit at the year end of RM3.3 million and WIP of RM0.6 million. As a result of lower revenue, the profit is correspondingly lowered.

3 Prospects

Based on a review of the performance in the year ended 30 June 2014, the Group had been able to maintain the profit before tax of RM9.87 million. It had also been able to increase its overseas revenue from 55% of the total revenue to 68%. Based on its ability to make inroads into new markets and also its ability to control costs to remain competitive, the Board of Directors is of the view that the Group will perform satisfactorily in the next 12 months.

4 Profit Forecast and Profit Guarantee

The Group has not issued any profit forecast or profit guarantee in the current financial year.

5 Taxation

	12 months Ended 30 June 2014 RM'000
Overprovision of Income tax	<u>1,261</u>

The overprovision of income tax arises because of a claim for tax incentive in Years of Assessment 2010 and 2013. The accounts have now reflected the claims made.

BHS Industries Berhad (Company no: 719660-W)
Notes To The Interim Report
For The fourth Quarter Ended 30 June 2014
(The figures have not been audited)

6 The following items have been deducted/(credited) in arriving at the Net Profit:

	3 months Ended 30 June 2014 RM'000	12 months Ended 30 June 2014 RM'000
Depreciation and amortisation	345	1,593
Foreign exchange loss/(gains)	101	(10)
Allowance for debts	200	301
Fair value gains on quoted shares	50	37
Unrealised gains on short term investments	(94)	(378)

Interest as appeared on the Comprehensive Income Statement refers to bank interest only.

*There are no gains or losses on derivative, exceptional items, provision for and write off of inventories, and impairment of assets.

7 Group's Borrowings and Debt Securities

	30 June 2014 RM'000	30 June 2013 RM'000
Bank loan -due within 12 months	-	152
Bank loan -due after 12 months	-	826
Total borrowings	<u>-</u>	<u>978</u>

The bank loans due are Singaporean Dollar loan of RM978,000 which is secured on the property.

8 Material Litigation

Neither the Company nor its subsidiaries are engaged in any litigation or arbitration, either as plaintiff or defendant, which have a material effect on the financial position of the Company or its subsidiaries and the Board is not aware of any proceedings pending or threatened or of any acts likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiaries.

9 Dividends

The Board of Directors proposes in the quarter under review a first and final dividend of 3 sen or 6% of tax exempt dividend subject to the approval by the shareholders in the forthcoming AGM.

10 Retained profits/(accumulated losses) of the Group

	RM' 000
- Realised	57,515
-Unrealised	(1,706)
	<u>55,809</u>
Less Consolidated adjustment	(1,889)
Total group's retained profits	<u><u>53,920</u></u>

BHS Industries Berhad (Company no: 719660-W)
Notes To The Interim Report
For The Fourth Quarter Ended 30 June 2014
(The figures have not been audited)

11 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 (excluding treasury shares) during the period.

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

	3 months Ended 30 June 2014 RM' 000	12 months Ended 30 June 2014 RM'000
Profit attributable to shareholders	<u>1,820</u>	<u>11,131</u>
Weighted average number of shares in issue ('000) (Excluding treasury shares)	<u>72,100</u>	<u>72,100</u>
Basic earnings per share (sen)	<u>3.13</u>	<u>15.44</u>

12 Corporate Proposals

(a) There was no corporate proposal for the period under review.

(b) Status of Utilisation of Proceeds

The Company had fully utilised the IPO proceeds on 19 May 14.

13 Authorisation for Issue

The unaudited interim financial statements were authorised for issuance by the Board of Directors.