2. Significant accounting policies (continued)

(e) Leased assets

(i) Finance lease

Leases in terms of which the Group or the Company assumes substantially all the risks and rewards of ownership are classified as finance leases. Upon initial recognition, the leased asset is measured at an amount equal to the lower of its fair value and the present value of the minimum lease payments. Subsequent to initial recognition, the asset is accounted for in accordance with the accounting policy applicable to that asset.

Minimum lease payments made under finance leases are apportioned between the finance expense and the reduction of the outstanding liability. The finance expense is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability. Contingent lease payments are accounted for by revising the minimum lease payments over the remaining term of the lease when the lease adjustment is confirmed.

Leasehold land which in substance is a finance lease is classified as property, plant and equipment or as investment property if held to earn rental income or for capital appreciation or for both.

(ii) Operating lease

Leases where the Group or the Company does not assume substantially all the risks and rewards of the ownership are classified as operating leases and, except for property interest held under operating lease, the leased assets are not recognised on the statement of financial position. Property interest held under an operating lease, which is held to earn rental income or for capital appreciation or both, is classified as investment property.

Payments made under operating leases are recognised in profit or loss on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed. Lease incentives received are recognised in profit or loss as an integral part of the total lease expense, over the term of the lease. Contingent rentals are charged to profit or loss in the reporting period in which they are incurred.

Leasehold land which in substance is an operating lease is classified as property, plant and equipment.

2. Significant accounting policies (continued)

(f) Intangible assets

(i) Goodwill

Goodwill arises on business combinations is measured at cost less any accumulated impairment losses. In respect of equity-accounted associate, the carrying amount of goodwill is included in the carrying amount of the investment and an impairment loss on such an investment is not allocated to any asset, including goodwill that forms part of the carrying amount of the equity-accounted associate.

(ii) Contract value

Contract value relates to an eight (8) years' exclusive agreement beginning from financial year 2008 to supply British American Tobacco's printed carton requirements in several locations in the Asia Pacific region, with a right to extend the supply period for an additional three (3) years.

Contract value is stated at cost less accumulated amortisation and impairment losses.

(iii) Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

(iv) Amortisation

Amortisation is based on the cost of an asset less its residual value.

Goodwill with indefinite useful life is not amortised but are tested for impairment annually and whenever there is an indication that they may be impaired.

Contract value is amortised from the date it is available for use. Amortisation is recognised in profit or loss based on the supply period of eleven (11) years from the date that the contract value is available for use.

Amortisation methods, useful lives and residual values are reviewed at the end of each reporting period and adjusted, if appropriate.

2. Significant accounting policies (continued)

(g) Inventories

Inventories are measured at the lower of cost and net realisable value.

The cost of inventories is calculated using the weighted average cost method, and includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. In the case of work-in-progress and finished goods, cost includes an appropriate share of production overheads based on normal operating capacity.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

(h) Cash and cash equivalents

Cash and cash equivalents consist of cash on hand, balances and deposits with banks which have an insignificant risk of changes in fair value with original maturities of three months or less, and are used by the Group and the Company in the management of their short-term commitments. For the purpose of the statements of cash flows, cash and cash equivalents are presented net of pledged deposits.

(i) Impairment

(i) Financial assets

All financial assets (except for investments in subsidiaries, investment in associate and investment in joint venture) are assessed at each reporting date whether there is any objective evidence of impairment as a result of one or more events having an impact on the estimated future cash flows of the asset. Losses expected as a result of future events, no matter how likely, are not recognised. For an investment in an equity instrument, a significant or prolonged decline in the fair value below its cost is an objective evidence of impairment. If any such objective evidence exists, then the impairment loss of the financial asset is estimated.

An impairment loss in respect of loans and receivables is recognised in profit or loss and is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account.

2. Significant accounting policies (continued)

(i) Impairment (continued)

(i) Financial assets (continued)

An impairment loss in respect of unquoted equity instrument that is carried at cost is recognised in profit or loss and is measured as the difference between the financial asset's carrying amount and the present value of estimated future cash flows discounted at the current market rate of return for a similar financial asset or cash-generating unit.

If, in a subsequent period, the fair value of a debt instrument increases and the increase can be objectively related to an event occurring after the impairment loss was recognised in profit or loss, the impairment loss is reversed, to the extent that the asset's carrying amount does not exceed what the carrying amount would have been had the impairment not been recognised at the date the impairment is reversed. The amount of the reversal is recognised in the profit or loss.

(ii) Other assets

The carrying amounts of other assets (except for inventories, deferred tax assets and assets arising from employee benefits) are reviewed at the end of each reporting period to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. For goodwill, and intangible assets that have indefinite useful lives or that are not yet available for use, the recoverable amount is estimated each period at the same time.

For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or cash-generating units. Subject to an operating segment ceiling test, for the purpose of goodwill impairment testing, cash-generating units to which goodwill has been allocated are aggregated so that the level at which impairment testing is performed reflects the lowest level at which goodwill is monitored for internal reporting purposes. The goodwill acquired in a business combination, for the purpose of impairment testing, is allocated to cash-generating units that are expected to benefit from the synergies of the combination.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs of disposal. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

2. Significant accounting policies (continued)

(i) Impairment (continued)

(ii) Other assets (continued)

An impairment loss is recognised if the carrying amount of an asset or its related cash-generating unit exceeds its estimated recoverable amount.

Impairment losses are recognised in profit or loss. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the cash-generating unit (group of cash-generating units) and then to reduce the carrying amount of the other assets in the cash-generating unit (groups of cash-generating units) on a *pro rata* basis.

An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses recognised in prior periods are assessed at the end of each reporting period for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount since the last impairment loss was recognised. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised. Reversals of impairment losses are credited to profit or loss in the financial year in which the reversals are recognised.

(j) Equity instruments

Instruments classified as equity are measured at cost on initial recognition and are not remeasured subsequently.

(i) Issue expenses

Costs directly attributable to the issue of instruments classified as equity are recognised as a deduction from equity.

(ii) Ordinary shares

Ordinary shares are classified as equity.

2. Significant accounting policies (continued)

(k) Employee benefits

(i) Short-term employee benefits

Short-term employee benefit obligations in respect of salaries, annual bonuses, paid annual leave and sick leave are measured on an undiscounted basis and are expensed as the related service is provided.

A liability is recognised for the amount expected to be paid under short-term cash bonus or profit sharing plans if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(ii) Long service leave

The liability of long service leave is recognised in the provision for employee benefits and is measured as the present value of the expected future payments to be made in respect of services provided by an employee up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

(iii) State plans

The Group's contributions to statutory pension funds are charged to profit or loss in the financial year to which they relate. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available. Once the contributions have been paid, the Group has no further payment obligations.

(iv) Defined benefit plans

The Group's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The calculation of defined benefit obligations is performed by the management using the projected unit credit method, a method which is consistent with the computation by the qualified actuary employed in prior years. When the calculation results in a potential asset for the Group, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan. To calculate the present value of economic benefits, consideration is given to any applicable minimum funding requirements.

2. Significant accounting policies (continued)

(k) Employee benefits (continued)

(iv) Defined benefit plans (continued)

Re-measurements of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised immediately in other comprehensive income. The Group determines the net interest expense or income on the net defined liability or asset for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then net defined benefit liability or asset, taking into account any changes in the net defined benefit liability or asset during the period as a result of contributions and benefit payments.

Net interest expense and other expenses relating to defined benefit plans are recognised in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in profit or loss. The Group recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

(l) Provisions

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost.

(m) Contingent liabilities

Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is not recognised in the statements of financial position and is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events, are also disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

2. Significant accounting policies (continued)

(n) Revenue and other income

(i) Goods sold

Revenue from the sale of goods in the course of ordinary activities is measured at fair value of the consideration received or receivable, net of returns and allowances, trade discount and volume rebates. Revenue is recognised when persuasive evidence exists, usually in the form of an executed sales agreement, that the significant risks and rewards of ownership have been transferred to the customer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, and there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably. If it is probable that discounts will be granted and the amount can be measured reliably, then the discount is recognised as a reduction of revenue as the sales are recognised.

(ii) Dividend income

Dividend income is recognised in profit or loss on the date that the Group's or the Company's right to receive payment is established, which in the case of quoted securities is the ex-dividend date.

(iii) Rental income

Rental income is recognised in profit or loss on a straight-line basis over the term of the lease. Lease incentives granted are recognised as an integral part of the total rental income, over the term of the lease.

(iv) Interest income

Interest income is recognised as it accrues using the effective interest method in profit or loss except for interest income arising from temporary investment of borrowings taken specifically for the purpose of obtaining a qualifying asset which is accounted for in accordance with the accounting policy on borrowing costs.

2. Significant accounting policies (continued)

(o) Borrowing costs

Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in profit or loss using the effective interest method.

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are capitalised as part of the cost of those assets.

The capitalisation of borrowing costs as part of the cost of a qualifying asset commences when expenditure for the asset is being incurred, borrowing costs are being incurred and activities that are necessary to prepare the asset for its intended use or sale are in progress. Capitalisation of borrowing costs is suspended or ceases when substantially all the activities necessary to prepare the qualifying asset for its intended use or sale are interrupted or completed.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

(p) Income tax

Income tax expense comprises current and deferred tax. Current and deferred tax are recognised in profit or loss except to the extent that it relates to a business combination or items recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted by the end of the reporting period, and any adjustments to tax payable in respect of previous financial years.

Deferred tax is recognised using the liability method, providing for temporary differences between the carrying amounts of assets and liabilities in the statement of financial position and their tax bases. Deferred tax is not recognised for the following temporary differences: the initial recognition of goodwill and contract value, the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the end of the reporting period.

2. Significant accounting policies (continued)

(p) Income tax (continued)

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised. Deferred tax assets are reviewed at the end of each reporting period and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Unutilised reinvestment allowance and investment tax allowance, being tax incentives that is not a tax base of an asset, is recognised as a deferred tax asset to the extent that it is probable that the future taxable profits will be available against the unutilised tax incentive can be utilised.

Deferred tax asset and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

(q) Earnings per ordinary share

The Group presents basic earnings per share data for its ordinary shares ("EPS").

Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period, adjusted for own shares held.

(r) Operating segments

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. The Group's operating segment results are reviewed regularly by the chief operating decision maker, which in this case is the Board of Directors of the Group, to make decisions about the resources to be allocated to the segment and to assess its performance, and for which discrete financial information is available.

2. Significant accounting policies (continued)

(s) Fair value measurement

Fair value of an asset or a liability, except for lease transactions, is determined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The measurement assumes that the transaction to sell the asset or transfer the liability takes place either in the principal market or in the absence of a principal market, in the most advantageous market.

For non-financial asset, the fair value measurement takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair value are categorised into different levels in a fair value hierarchy based on the input used in the valuation technique as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date.

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: unobservable inputs for the asset or liability.

The Group recognises transfers between levels of the fair value hierarchy as of the date of the event or change in circumstances that caused the transfers.

(t) Non-current assets held for sale

Non-current assets that are expected to be recovered primarily through sale rather than through continuing use are classified as held for sale. Immediately before classification as held for sale, the assets, are remeasured in accordance with the Group's accounting policies. Thereafter, generally the assets are measured to the lower of their carrying amount and fair value less cost of disposal.

3. Property, plant and equipment

Group	Land RM'000	Leasehold buildings RM'000	Freehold buildings RM'000	Plant and machineries RM'000	Motor vehicles RM'000	Furniture, fittings and office equipment RM'000	Air conditioners RM'000	Capital work-in-progress RM'000	Total RM'000
Cost									
At 1 January 2014, as previously stated,	48,156	18,416	16,795	268,160	1,093	20,125	1,106	667	374,518
Impact of reclassification	-	-	-	2,577	-	-	-	-	2,577
At 1 January 2014, restated	48,156	18,416	16,795	270,737	1,093	20,125	1,106	667	377,095
Additions, restated	-	570	-	29,301	153	477	126	1,340	31,967
Disposals	-	-	-	(154)	(52)	-	-	-	(206)
Reclassification	-	52	-	7,432	-	(7,484)	-	-	-
Effect of movements in exchange rates, restated	1,095	536	(325)	7,754	18	646	-	(53)	9,671
At 31 December 2014/1 January 2015, restated	49,251	19,574	16,470	315,070	1,212	13,764	1,232	1,954	418,527
Additions	-	540	-	11,002	7	504	26	2,533	14,612
Disposals	(54)	(540)	-	(1,923)	(375)	(133)	-	-	(3,025)
Reclassification	-	-	-	-	-	2,144	-	(2,144)	-
Disposal of a subsidiary company	(369)	(2,918)	-	(23,672)	(58)	(662)	-	-	(27,679)
Effect of movements in exchange rates	5,997	2,003	1,969	41,742	68	910	-	421	53,110
At 31 December 2015	54,825	18,659	18,439	342,219	854	16,527	1,258	2,764	455,545

3. Property, plant and equipment (continued)

Group	Land RM'000	Leasehold buildings RM'000	Freehold buildings RM'000	Plant and machineries RM'000	Motor vehicles RM'000	Furniture, fittings and office equipment RM'000	Air conditioners RM'000	Capital work-in-progress RM'000	Total RM'000
Accumulated depreciation									
At 1 January 2014	1,857	2,106	2,238	131,350	542	14,269	1,081	-	153,443
Charge for the year, restated	508	328	741	22,370	132	871	55	-	25,005
Disposals	-	-	-	(84)	(52)	-	-	-	(136)
Reclassification	-	16	-	5,431	-	(5,447)	-	-	-
Effect of movements in exchange rates, restated	85	223	(21)	2,529	7	427	-	-	3,250
At 31 December 2014/1 January 2015, restated	2,450	2,673	2,958	161,596	629	10,120	1,136	-	181,562
Charge for the year	534	857	736	23,174	144	1,038	43	-	26,526
Disposals	(54)	(395)	-	(1,371)	(175)	(113)	-	-	(2,108)
Disposal of a subsidiary company	(285)	(1,556)	-	(10,336)	(20)	(157)	-	-	(12,354)
Effect of movements in exchange rates	331	886	816	17,169	33	585	-	-	19,820
At 31 December 2015	2,976	2,465	4,510	190,232	611	11,473	1,179	-	213,446
Carrying amounts									
At 1 January 2014, restated	46,299	16,310	14,557	139,387	551	5,856	25	667	223,652
At 31 December 2014, restated	46,801	16,901	13,512	153,474	583	3,644	96	1,954	236,965
At 31 December 2015	51,849	16,194	13,929	151,987	243	5,054	79	2,764	242,099

3. Property, plant and equipment (continued)

Company	Air conditioners RM'000	Office equipment RM'000	Motor vehicles RM'000	Total RM'000
Cost				
At 1 January 2014	-	39	375	414
Additions	1	22	147	170
At 31 December 2014/1 January 2015	1	61	522	584
Additions	-	180	-	180
Disposal	-	(28)	(375)	(403)
At 31 December 2015	1	213	147	361
Accumulated depreciation				
At 1 January 2014	-	7	44	51
Charge for the year	-	10	86	96
At 31 December 2014/1 January 2015	-	17	130	147
Charge for the year	-	17	86	103
Disposal	-	(9)	(175)	(184)
At 31 December 2015	-	25	41	66
Carrying amounts				
At 31 December 2014	1	44	392	437
At 31 December 2015	1	188	106	295

3.1 Leased office equipment

At 31 December 2015, the net carrying amount of leased office equipment of the Group was RM20,000 (2014: RM28,000) and the Company was RM8,000 (2014: RM11,000).

3.2 Security

The leased office equipment above secures finance lease obligations (see note 15).

At 31 December 2015, properties with a carrying amount of RM Nil (2014: RM7,267,000) has been charged to secure banking facilities granted to subsidiaries (see Note 15).

3. Property, plant and equipment (continued)

3.3 Change in estimates

During the financial year, the Group had assessed and reviewed the residual useful life of its property, plant and equipment based on past experiences and machine vendor's validation. As a result of this review, the residual useful life of certain plant and machineries had been extended upwards by 8 to 15 years. The effect of these changes on depreciation expenses, recognised in cost of sales, in current and future periods are as follows:

(decrease)/increase in depreciation expense					
2015	**2016**	**2017**	**2018**	**2019**	**Later**
RM'000	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
(4,716)	(4,453)	(4,453)	(4,425)	(4,126)	22,173

3.4 Land

Included in the carrying amounts of land are:

	Group	
	2015	**2014**
	RM'000	**RM'000**
Freehold land	31,749	27,017
Leasehold land with unexpired lease period of less than 50 years	20,100	19,784
	51,849	46,801

4. Intangible assets

Group	**Note**	**Goodwill RM'000**	**Contract value RM'000**	**Total RM'000**
Cost				
At 1 January 2014		15,081	34,018	49,099
Effect of movements in exchange rates		-	2,269	2,269
At 31 December 2014/1 January 2015		15,081	36,287	51,368
Effect of movements in exchange rates		-	8,396	8,396
Disposal of a subsidiary company	31	(106)	-	(106)
At 31 December 2015		14,975	44,683	59,658

4. Intangible assets (continued)

Group	Goodwill RM'000	Contract value RM'000	Total RM'000
Amortisation			
As at 1 January 2014	-	16,402	16,402
Amortisation for the year	-	6,569	6,569
Effect of movements in exchange rates	-	1,523	1,523
At 31 December 2014/1 January 2015	-	24,494	24,494
Amortisation for the year	-	9,198	9,198
Effect of movements in exchange rates	-	6,523	6,523
At 31 December 2015	-	40,215	40,215
Carrying amounts			
At 1 January 2014	15,081	17,616	32,697
At 31 December 2014	15,081	11,793	26,874
At 31 December 2015	14,975	4,468	19,443

4.1 Amortisation

Amortisation of contract value is recognised as other expenses.

4.2 Impairment testing for cash-generating units containing goodwill and contract value

For the purpose of impairment testing, goodwill and contract value are allocated to the Group's operating divisions which represent the lowest level within the Group at which the goodwill and contract value are monitored for internal management purposes.

The aggregate carrying amounts of intangible assets allocated to each unit are as follows:

	Note	Group 2015 RM'000	Group 2014 RM'000
Goodwill	a	14,975	15,081
Contract Value			
Max Ease International Limited	b	4,468	11,793
		19,443	26,874

4. Intangible assets (continued)

4.2 Impairment testing for cash-generating units containing goodwill and contract value (continued)

Goodwill and contract value are allocated to each unit expected to benefit from the synergies of the acquisitions. The recoverable amount for the Group was based on value in use calculations. The recoverable amount for the Group's cash-generating unit ("GCGU") covering operations in Australia, Vietnam and Malaysia is higher than the carrying amount of the goodwill and contract value allocated and hence no impairment loss was recognised on the Group's intangible assets during the year.

Note a

Value in use in respect of goodwill was determined by discounting the future cash flows generated from the continuing use of the unit and was based on the following key assumptions:

- Cash flows were projected based on a post-tax basis and correspondingly, post-tax discount rates were used.

- Cash flows were projected based on the 1 year (2014: 1 year) financial budget approved by management. Management has considered the factors applied in the financial budget. The budgeted gross margin is based on past experience.

- Terminal value at end of year 5 is based on year 5 projected cashflow discounted at the respective operating subsidiaries' discount rates and the tax rates are assumed to be:

  - statutory tax rates for subsidiaries in Malaysia, Australia and Vietnam.

  - zero tax rate for a subsidiary in Hong Kong, given current incentives enjoyed by that subsidiary which is zero-tax on export sales.

- An anticipated revenue growth rate of 5%, 11%, 6%, 0% and 0% in 2016, 2017, 2018, 2019 and 2020 respectively and thereafter zero growth was used in the cash flows (2014: -8%, 3%, 13%, 0% and 2% in 2015, 2016, 2017, 2018 and 2019 respectively and thereafter zero growth was used in cash flows).

- Discount rate used for each respective country is based on the country's weighted average cost of capital ("WACC") rate (post-tax rate), incorporating respective country's risk premium, and an Alpha factor of 2.5%. The post-tax discount rates for the operating subsidiaries are:
  - Malaysian subsidiary : 11% (pre-tax : 13.5%)
  - Vietnam subsidiary : 15% (pre-tax : 17.5%)
  - Australian subsidiary : 9.5% (pre-tax : 9.5%)
  - Hong Kong subsidiary : 10.5% (pre-tax : 10.5%)

4. Intangible assets (continued)

4.2 Impairment testing for cash-generating units containing goodwill and contract value (continued)

- Pre-tax and post-tax rate for the Group's Hong Kong subsidiary is the same as zero-tax rate is applied thereon.
- Foreign currency exchange rates remained stable.
- Inflation and cost increase assumed to be zero as all cost increases are assumed to be passed on to customers.
- Assumed current level of annual maintenance costs is adequate to keep the machines in good working order.
- It is assumed that the replacement cost of the machines at terminal value in year 5 is based on a percentage of revenue (approximate to annual depreciation).
- The Group is expected to successfully renew its exclusive rights to supply a major customer's printed carton requirements upon the expiry of the agreement and to continue to supply over the projected period.
- The Group is be able to continue its recovery of higher wastage for low volume production runs.

Note b

Contract value is in relation to the exclusive rights to supply British American Tobacco's printed carton requirements in several locations in the Asia Pacific region. The contract was initially for a period of eight (8) years beginning from the financial year 2008, with a right to extend the supply period by an additional three (3) years.

For the purpose of impairment testing, the recoverable amount of the contract value is estimated using the present value of expected future cash flows generated by the contract value and based on the key assumptions as stated in item 4.2 (note a).

Management believes that any reasonable change in the key assumptions would not cause the carrying amount of the goodwill and contract value to exceed the recoverable amount. Based on the above review, there is no evidence of impairment on the Group's intangible assets.

5. Investment in subsidiaries (continued)

	Company 2015 RM'000	Company 2014 RM'000
Unquoted shares, at cost	111,069	123,928

Details of the subsidiaries are as follow:

Name of subsidiary	Country of incorporation	Principal activities	Effective ownership interest 2015 %	Effective ownership interest 2014 %
Tien Wah Press (Malaya) Sdn. Bhd. ("TWPM")	Malaysia	Rotogravure printing specialising in cigarette cartons and consumer goods packaging, and photolithography printing specialising in cartons and labels packaging and advertising materials.	100	100
Tien Wah Properties Sdn. Bhd. ("TWProp")	Malaysia	Investment property holding.	100	100
*Toyo (Viet) Paper Product Co., Ltd. ("TVP")	Vietnam	Manufacture aluminium paper, paper core, board paper, tipping paper, plastic film and to do box printing.	**50	100
*New Toyo Investment Pte. Ltd. ("NTIV")	Singapore	Investment holding.	100	100
+Max Ease International Limited ("MEIL")	Hong Kong	Investment holding and trading of cigarette packaging boxes.	51	51
Subsidiary of MEIL:				
*Anzpac Services (Australia) Pty. Ltd. ("Anzpac")	Australia	Printing packaging services in general.	51	51

5. Investment in subsidiaries (continued)

Name of subsidiary	Country of incorporation	Principal activities	Effective ownership interest 2015 %	Effective ownership interest 2014 %
Subsidiary of NTIV:				
*Alliance Print Technologies Co., Ltd. ("APT")	Vietnam	Provision of printing services for tobacco packaging and paper services in general.	100	100

* Audited by other member firms of KPMG International

+ Not audited by member firms of KPMG International

** On 25 May 2015, the Company announced that it had on 24 May 2015 entered into a strategic joint venture agreement ("Proposed Joint Venture") with Toyo (Viet) Paper Product Co. Ltd ("TVP") and Dong Nai Food Industrial Corporation Vietnam ("DOFICO") via sale of 50% of TVP to DOFICO for USD1,630,000 (RM6,146,000). Details of the transaction are set out in note 31.

Non-controlling interests in subsidiaries

The Group's subsidiary that has non-controlling interest ("NCI") is as follows:

	2015 MEIL Group	2014 MEIL Group
NCI percentage of ownership interest and voting interest	49%	49%
	RM'000	RM'000
Carrying amount of NCI	62,168	68,078
Profit allocated to NCI	1,856	2,289

5. Investment in subsidiaries (continued)

Summarised financial information before intra-group elimination

	2015 MEIL Group RM'000	2014 MEIL Group RM'000
As at 31 December		
Non-current assets	86,706	87,914
Current assets	107,978	102,859
Non-current liabilities	(526)	(646)
Current liabilities	(60,440)	(44,091)
Net assets	133,718	146,036

	2015 MEIL Group RM'000	2014 MEIL Group RM'000
Year ended 31 December		
Revenue	288,002	282,296
Profit for the year	3,531	11,773
Total comprehensive income	18,512	10,164
Cash flows generated from operating activities	21,068	37,786
Cash flows (used in)/generated from investing activities	(575)	4,729
Cash flows used in financing activities	(11,418)	(29,198)
Net increase in cash and cash equivalents	9,075	13,317
Dividend paid to NCI	(15,107)	(4,760)

6. Investment in joint venture

The Group has 50% (2014: 100%) interest in the ownership and voting rights in a joint venture in TVP. TVP is held directly by the Company at 50% after a 50% sale of TVP's equity interest to DOFICO as set out in note 31.

	Group 2015 RM'000	Company 2015 RM'000
Unquoted shares, at cost	6,464	6,430

Details of the joint venture are as follows:

Name of joint venture company	Country of incorporation	Principal activities	Effective ownership interest 2015 %	Effective ownership interest 2014 %
Toyo (Viet) Paper Product Co. Ltd.	Vietnam	Manufacture aluminium paper, paper core, board paper, tipping paper, plastic film and to do box printing.	50	100

TVP is structured as a separate vehicle and provides the Group rights to the net assets of the entity. Accordingly, the Group has classified the investment in TVP as joint venture ("JV").

The following table summarises the financial information of TVP, as adjusted for any differences in accounting policies. The table also reconciles the summarised financial information to the carrying amount of the Group's interest in TVP, which is accounted for using the equity method.

	Group 2015
Percentage of ownership interest	50%
Percentage of voting interest	50%

Restriction imposed by bank covenants

The covenants of the bank loans taken by certain subsidiaries restricts the company from declaring dividends which are more than 100% of its profit after tax for the year without prior written consent from the bank.

6. Investment in joint venture (continued)

Summary financial information

	Group 2015 RM'000
As at 31 December	
Non-current assets	15,325
Current assets	12,811
Current liabilities	(15,949)
Cash and cash equivalents	879
Total net current assets	13,066

Reconciliation of net assets to carrying amount	
As at 31 December	
Group's share of net assets	6,533
Goodwill	(593)
Elimination of unrealised profit	524
Carrying amount in the statement of financial position	6,464

7. Investment in an associate

	Group 2015 RM'000	Group 2014 RM'000
Unquoted shares, at cost	1,500	1,500
Share of post - acquisition reserves	23,960	18,671
	25,460	20,171

Details of the associate are as follows:

Name of associate	Country of incorporation	Principal activities	Effective ownership interest 2015 %	Effective ownership interest 2014 %
Benkert (Malaysia) Sdn. Bhd.	Malaysia	Manufacture and sales of standard and perforated tipping papers.	30	30

7. Investment in an associate (continued)

The following table summarises the information on the carrying amount of the Group's interest in the associate:

	Group	
	2015	2014
	RM'000	RM'000
Summary financial information		
As at 31 December		
Non-current assets	21,478	22,727
Current assets	73,263	54,839
Non-current liabilities	(1,848)	(1,629)
Current liabilities	(4,909)	(5,583)
Net assets	87,984	70,354
Year ended 31 December		
Profit for the year/Total comprehensive income	20,321	15,472
Included in the total comprehensive income is:		
Revenue	109,066	94,138
Reconciliation of net assets to carrying amount		
As at 31 December		
Group's share of net assets	25,460	20,171
Carrying amount in the statement of financial position	25,460	20,171
Group's share of results		
Year ended 31 December		
Group's share of profit or loss	6,096	4,642
Group's share of total comprehensive income	6,096	4,642
Other information		
Dividend received by the Group	807	864

8. Deferred tax assets/(liabilities)

Recognised deferred tax assets/(liabilities)

Deferred tax assets and liabilities are attributable to the following:

Group	Assets 2015 RM'000	Assets 2014 RM'000	Liabilities 2015 RM'000	Liabilities 2014 RM'000	Net 2015 RM'000	Net 2014 RM'000
Property, plant and equipment	1,474	1,156	(10,860)	(10,730)	(9,386)	(9,574)
Provisions	-	-	(192)	(238)	(192)	(238)
Other items	-	62	-	-	-	62
	1,474	1,218	(11,052)	(10,968)	(9,578)	(9,750)

Movement in temporary differences during the year

Group	At 1.1.2014 RM'000	Recognised in profit or loss RM'000 (Note 21)	Recognised in other comprehensive income RM'000	At 31.12.2014 RM'000	Recognised in profit or loss RM'000 (Note 21)	Recognised in other comprehensive income RM'000	At 31.12.2015 RM'000
Property, plant and equipment	(11,137)	1,509	54	(9,574)	(136)	323	(9,387)
Provisions	2,872	(3,110)	-	(238)	47	-	(191)
Other items	366	(304)	-	62	(62)	-	-
	(7,899)	(1,905)	54	(9,750)	(151)	323	(9,578)

8. Deferred tax assets/(liabilities) (continued)

Unrecognised deferred tax assets

Deferred tax assets have not been recognised in respect of the following items because it is not probable that future taxable profit will be available for certain subsidiaries against which those subsidiaries can utilise the benefits therefrom. The deductible temporary differences do not expire under the current tax legislation.

	Group		Company	
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Tax losses carry-forwards	15,279	2,219	1,305	1,305

9. Trade and other receivables

	Note	Group		Company	
		2015	2014	2015	2014
		RM'000	RM'000	RM'000	RM'000
Current					
Trade					
Trade receivables	9.1	40,697	39,989	-	-
Related companies	9.1	17	3,378	-	-
		40,714	43,367	-	-
Non-trade					
Subsidiaries	9.2	-	-	30,034	32,361
Associate		23	-	-	-
Joint venture	9.3	993	-	779	-
Other receivables	9.4	5,282	4,711	25	17
Deposits		1,113	265	240	13
Prepayments		592	986	3	12
		48,717	49,329	31,081	32,403
Non-current					
Other receivables	9.4	9,679	-	9,679	-

9.1 Trade receivables and amount due from related companies

Trade receivables and amount due from related companies are subject to the normal trade credit terms between 30 days to 90 days (2014: 30 days to 90 days).

9.2 Amount due from subsidiaries

Included in the amount due from subsidiaries are advances of RM29,897,835 (2014: RM18,775,460) which are unsecured, subject to interest of up to 5.50% (2014: 5.25%) per annum and are repayable on demand.

9.3 Amount due from joint venture

Amount due from joint venture is unsecured, interest free and repayable on demand.

9. Trade and other receivables (continued)

9.4 Other receivables

Included in the amount is balances owing from the Group's joint venture partner DOFICO (refer to note 31) which consists of:

Current

- outstanding dividend due from TVP declared prior to the sale of TVP, payable within 12 months amounting to RM741,937 (2014:RM Nil).

Non-current

- deferred payment of the purchase price for the sale of 50% of TVP to be settled from the pay-outs of future dividends from TVP amounting to RM6,145,823 (2014:RM Nil); and

- outstanding dividend due from TVP declared prior to the sale of TVP, payable after 12 months amounting to RM3,533,620 (2014:RM Nil).

10. Inventories

	Group	
	31.12.2015 RM'000	31.12.2014 RM'000
Raw materials and consumables	51,090	56,221
Work-in-progress	6,093	3,648
Finished goods	21,796	18,677
	78,979	78,546
Carrying amount of inventories pledged as security for bank borrowings	7,745	6,289
Recognised in profit or loss:		
Inventories recognised as cost of sales	288,519	293,256
Write-down to net realisable value	511	2,176
(Reversal of allowance)/allowance for inventories obsolescence	(425)	56
Inventories written-off	1,420	177

The write-down and write-off are included in cost of sales.

11. Cash and cash equivalents

	Group		Company	
	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
Cash and bank balances	46,045	34,928	9,015	309
Deposits placed with licensed banks	25,285	18,169	-	-
	71,330	53,097	9,015	309

11. Cash and cash equivalents (continued)

Included in deposits with licensed banks is RM105,340 (2014: RM101,975) pledged for bank facility secured.

12. Share capital

Group and Company

	Amount 2015 RM'000	Number of shares 2015 '000	Amount 2014 RM'000	Number of shares 2014 '000
Authorised:				
Ordinary shares of RM1 each	200,000	200,000	200,000	200,000
Issued and fully paid:				
Ordinary shares of RM1 each	96,495	96,495	96,495	96,495

The holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at meetings of the Company. All shares rank equally with regard to the Company's residual assets.

13. Reserves

	Note	Group 2015 RM'000	Group 2014 RM'000	Company 2015 RM'000	Company 2014 RM'000
Non distributable:					
Share premium	13.1	12,504	12,504	12,504	12,504
Translation reserve	13.2	30,169	8,804	-	-
Distributable:					
Retained earnings		145,103	118,848	50,163	29,621
		187,776	140,156	62,667	42,125

13.1 Share premium

The share premium arose from the issuance of ordinary share above its par value of RM1 per ordinary share net of share issuance expenses.

13.2 Translation reserve

The translation reserve comprises all foreign currency differences arising from the translation of the financial statements of foreign operations, as well as from the translation of financial liabilities that hedge the Group's net investment in foreign operation.

14. Employee benefits

Retirement benefits and other employee benefits

	Note	Group 2015 RM'000	Group 2014 RM'000	Company 2015 RM'000	Company 2014 RM'000
Total present value of unfunded obligations		515	1,109	284	728
Recognised liability for defined benefit obligations	14.1	515	1,109	284	728
Provision for long-service leave	14.2	4,488	4,774	-	-
Provision for annual leave		3,305	3,478	142	105
Total employee benefits		8,308	9,361	426	833
Analysed as:					
- current	16	7,266	8,266	142	582
- non-current		1,042	1,095	284	251
		8,308	9,361	426	833

14.1 Defined benefit obligation

The Group recognises provisions for a non-contributory defined benefit plan to provide pension for eligible employees. The plan entitles an employee to receive a lump sum payment equal to 86% of the employee's final monthly salary for each year of service the employee provided up to the date the benefit becomes payable.

Included in the non-current portion of the recognised liability for defined benefit obligations is provision for severance allowance of RM23,000 (2014: RM22,000) which is governed by the Vietnamese Labour Code ("VLC"), when employees who have worked for 12 months or more ("VLC eligible employees") voluntarily terminate their labour contracts, the employer is required to pay the VLC eligible employees severance allowance.

Pursuant to Vietnam Law on Social Insurance, effective from 1 January 2009, the Group and the employees under its purview are required to contribute to an unemployment insurance fund managed by the Vietnam Social Insurance Agency. The contribution to be paid by each party is calculated at 1% (2014: 1%) of the lower of the employees' basic salary and 20 times the general minimum salary level as specified by the Vietnam Government from time to time. With the implementation of the unemployment insurance scheme, the Group is no longer required to provide severance allowance for the service period after 1 January 2009. However, severance allowance to be paid to existing VLC eligible employees as of 31 December 2015 will be determined based on the VLC eligible employees' years of service as of 31 December 2008 and their average salary for the six-month period prior to the termination date.

14. Employee benefits (continued)

Retirement benefits and other employee benefits (continued)

Movement in net defined benefit liability

The following table shows reconciliation from the opening balance to the closing balance for the net defined benefit liability and its components.

	Group		Company	
	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
Balance at 1 January	1,109	993	728	645
Included in profit or loss				
Current service cost	72	84	44	60
Interest on obligation	46	44	31	25
Net retirement benefits expenses	118	128	75	85
Other				
Benefits paid/used by the plan	(709)	-	(519)	-
Effect of movements in exchange rate	(3)	(12)	-	(2)
	(712)	(12)	(519)	(2)
Defined benefit obligations at 31 December	515	1,109	284	728

Actuarial assumptions

Principal actuarial assumptions at the end of reporting period:

	Group		Company	
	2015	2014	2015	2014
Discount rate at 31 December	4%	5%	4%	5%
Future salary increases	4%	4%	4%	4%

Assumptions regarding future mortality are based on published statistics and mortality tables. The average retirement age of an individual retiring is at age of 55 years for males and 50 years for females.

14. Employee benefits (continued)

Retirement benefits and other employee benefits (continued)

Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

	Group		Company	
	Increase RM'000	Decrease RM'000	Increase RM'000	Decrease RM'000
2015				
Discount rate (1% movement)	(9)	10	(1)	1
Future salary growth (1% movement)	17	(10)	7	(1)
2014				
Discount rate (1% movement)	(12)	13	(1)	1
Future salary growth (1% movement)	27	(13)	15	(2)

Although the analysis does not account to the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.

14.2 Liability for long-service leave

The liability of long-service leave is the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method.

15. Loans and borrowings

	Group		Company	
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Non-current				
Term loans - unsecured	335	990	-	-
Revolving credits				
- unsecured	11,186	13,413	-	-
Finance lease liabilities	9	19	5	8
	11,530	14,422	5	8
Current				
Term loans - unsecured	885	719	-	-
Revolving credits				
- secured	-	2,116	-	-
- unsecured	59,180	56,693	-	1,418
Finance lease liabilities	11	11	4	3
	60,076	59,539	4	1,421

The information about the Group's and the Company's exposure to interest rate and foreign currency risk is disclosed in Note 25.

Security

The secured revolving credits are secured by inventories and property, plant and equipment of a subsidiary.

15. Loans and borrowings (continued)

Significant covenants

The unsecured and secured term loans and revolving credits are subject to the fulfilment of the following significant covenants:

(i) Subsidiaries shall not declare dividends which are more than 100% of its profit after tax for the year without prior written consent from the banks;

(ii) Gearing/Leverage of certain subsidiaries shall not exceed range of 1.5 to 3.0 times set by applicable banks to individual subsidiaries (2014: 1.5 to 3.0 times);

(iii) Tangible networth of APT to be maintained at not less than USD 10 million (2014: USD6.0 million); and

(iv) Inventories of a subsidiary amounting to USD1.8 million (2014: USD1.8 million) are pledged to a bank.

15.1 Finance lease liabilities

Finance lease liabilities are payable as follows:

	Future minimum lease payments 2015 RM'000	Interest 2015 RM'000	Present value of minimum lease payments 2015 RM'000	Future minimum lease payments 2014 RM'000	Interest 2014 RM'000	Present value of minimum lease payments 2014 RM'000
Less than one year	12	1	11	13	2	11
Between one and five years	9	-	9	21	2	19
	21	1	20	34	4	30

At the end of lease term, the Group has the option to purchase the equipment at a nominal price to be determined at that time.

16. Trade and other payables

		Group		Company	
		2015	2014	2015	2014
	Note	RM'000	RM'000	RM'000	RM'000
Current					
Trade					
Trade payables	16.1	21,857	29,031	-	-
Related companies	16.1	5	1,496	-	-
		21,862	30,527	-	-
Non-trade					
Other payables		5,301	8,939	10	-
Accruals		4,572	4,549	496	581
Employee benefits	14	7,266	8,266	142	582
Related companies	16.2	283	23	-	-
Subsidiaries	16.3	-	-	9,006	8,176
Ultimate holding company	16.4	32,218	16,193	7,039	8,938
		49,640	37,970	16,693	18,277
		71,502	68,497	16,693	18,277
Non-current					
Non-trade					
Ultimate holding company	16.4	1,506	4,382	-	-

16.1 Trade payables and amount due to related companies

Trade payables and amount due to related companies are subject to the normal trade and credit terms.

16.2 Amount due to related companies

Amount due to related companies is unsecured, interest free and repayable on demand.

16.3 Amount due to subsidiaries

Amount due to subsidiaries is unsecured which is subject to 5.25% (2014: 5.00%) and repayable on demand.

16.4 Amount due to ultimate holding company

Included in the current and non-current amount due to ultimate holding company is RM31,206,000 (2014: RM16,946,000) which is subject to fixed interest rate of 2.38% (2014: 2.98%) per annum. Amount due to ultimate holding company at company level amounts to RM6,884,000 (2014: RM8,938,000) which is subject to fixed interest rate of 3.00% (2014: 3.00%) per annum and is expected to be repayable within the next year. The remaining amounts due to ultimate holding company classified as current is interest free and repayable on demand. All balances are non-trade in nature and unsecured.

17. Finance costs

	Group		Company	
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Interest expense of financial liabilities that are not at fair value through profit or loss:				
- subsidiary companies	-	-	469	436
- banker's acceptances	38	9	-	-
- term loans	47	31	-	-
- revolving credits	1,913	2,244	7	123
- ultimate holding company	655	435	224	173
- finance lease liabilities	4	4	3	2
	2,657	2,723	703	734

18. Profit before tax

	Note	Group		Company	
		2015	2014 Restated	2015	2014
		RM'000	RM'000	RM'000	RM'000
Profit before tax is arrived at after charging:					
Amortisation of intangible assets	4	9,198	6,569	-	-
Auditors' remuneration					
- Audit fees					
KPMG Malaysia		122	110	67	60
Overseas affiliates of KPMG Malaysia		212	196		-
Other auditors		28	10	-	-
- Non-audit fees					
KPMG Malaysia		22	18	28	18
Overseas affiliates of KPMG Malaysia		43	51	-	-

18. Profit before tax (continued)

	Note	Group 2015 RM'000	Group 2014 Restated RM'000	Company 2015 RM'000	Company 2014 RM'000
Profit before tax is arrived at after charging: (continued)					
Directors:					
- fees	20	323	493	323	655
- remuneration	20	345	219	345	58
- provision for ex-gratia	20	51	236	51	236
Other short-term employee benefits	20	12	36	12	-
Depreciation of property, plant and equipment restated	3	26,526	25,005	103	96
Loss on disposal of property, plant and equipment		572	10	19	-
Inventories written off	10	1,420	177	-	-
Allowance for inventories obsolescence	10	-	56	-	-
Write down of inventories to net realisable value	10	511	2,176	-	-
Management fees		2,243	2,194	-	-
Personnel expenses (including other key management personnel):					
- contributions to statutory pension funds		4,573	5,090	301	147
- wages, salaries and others		39,447	59,243	3,538	2,078
Expenses related to employee benefits:					
Retirement benefit provided	14	115	128	75	85
Provision for long term service leave		225	546	-	-
Remeasurement loss/(gain)		3	(13)	-	(2)
Redundancy expense		6,658	1,983	-	-
Provision for annual leave		2,102	2,502	37	-
Total employee benefit		9,103	5,146	112	83
Rental of properties		1,285	1,134	-	-
Loss on disposal of a subsidiary		-	-	284	-
Realised loss on foreign exchange		1,717	306	-	144
Unrealised loss on foreign exchange		926	3,420	979	-

18. Profit before tax (continued)

	Note	Group 2015 RM'000	Group 2014 RM'000	Company 2015 RM'000	Company 2014 RM'000
Profit for the year is arrived at and after crediting:					
Gain on disposal of property, plant and equipment		98	-	64	-
Gain on disposal of a subsidiary		2,052	-	-	-
Gross dividend income from:					
- unquoted subsidiaries		-	-	28,467	10,659
- unquoted associate		807	864	807	864
Reversal of allowance for inventories obsolescence	10	425	-	-	-
Rental income		12	13	-	-
Realised gain on foreign exchange		2,980	3,090	2,497	-
Unrealised gain on foreign exchange		-	356	-	271

19. Other comprehensive income

	Before tax RM'000	Tax benefit RM'000	Net of tax RM'000
Group			
2015			
Items that are or may be reclassified subsequently to profit or loss			
Foreign currency translation differences for foreign operations			
- Gain arising during the year	30,928	323	31,251

19. Other comprehensive income (continued)

	Before tax RM'000	Tax benefit RM'000	Net of tax RM'000
Group			
2014			
Items that are or may be reclassified subsequently to profit or loss			
Foreign currency translation differences for foreign operations			
- Gain arising during the year	2,280	54	2,334
Hedge of net investment			
- Loss arising during the year	(90)	-	(90)
	2,190	54	2,244

20. Key management personnel compensation

	Note	Group 2015 RM'000	Group 2014 RM'000	Company 2015 RM'000	Company 2014 RM'000
Directors:					
- fees	18	323	493	323	655
- remuneration	18	345	219	345	58
- provision for ex-gratia	18	51	236	51	236
Other short-term employee benefits (including estimated monetary value of benefits-in-kind)	18	12	36	12	-
Total short-term employee benefits		731	984	731	949
Other key management personnel:					
- short-term employee benefits		6,170	3,177	3,264	1,289
- other long-term benefits		75	630	75	75
		6,245	3,807	3,339	1,364
		6,976	4,791	4,070	2,313

Other key management personnel comprise persons other than the Directors of Group entities, having authority and responsibility for planning, directing and controlling the activities of the Group entities either directly or indirectly.

21. Tax expense

	Group		Company	
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Current tax expense				
Malaysian				
- current year	2,080	244	-	-
- prior year	90	(34)	-	-
	2,170	210	-	-
Overseas				
- current year	951	4,997	20	13
- prior year	(1,481)	47	-	-
	1,640	5,254	20	13
Deferred tax expense				
Origination and reversal of temporary differences	179	1,912	-	-
Over provision in prior year	(28)	(7)	-	-
	151	1,905	-	-
Total income tax expense	1,791	7,159	20	13

Reconciliation of tax expense

	Group 2015 RM'000	Group 2014 RM'000	Company 2015 RM'000	Company 2014 RM'000
Profit before tax	37,622	22,979	28,282	9,676
Income tax using Malaysian tax rate of 25% (2014: 25%)	9,406	5,745	7,071	2,419
Effect of tax rate in foreign jurisdictions	(4,630)	(2,136)	79	13
Non-deductible expenses	6,272	5,484	127	622
Tax exempt income	(11,465)	(5,428)	(7,257)	(3,041)
Reversal of previously recognised deferred tax	-	3,488	-	-
Current year losses for which no deferred tax asset was recognised	3,627	-	-	-
(Over)/Under provided in prior years	(1,419)	6	-	-
	1,791	7,159	20	13

22. Earnings per ordinary share

Basic earnings per ordinary share

The calculation of basic earnings per ordinary share at 31 December 2015 was based on the profit attributable to ordinary shareholders and weighted average number of ordinary shares as follows:

	Group 2015 RM'000	Group 2014 RM'000
Profit for the year attributable to ordinary shareholders	33,975	13,531
Weighted average number of ordinary shares		
In thousands of shares		
Issued ordinary shares at 1 January/31 December	96,495	96,495
Basic earnings per ordinary share		
In sen	35.21	14.02

23. Dividends

	Sen per share (single-tier)	Total amount RM'000	Date of payment
2015			
Final 2014 ordinary	4.00	3,860	25 June 2015
Interim 2015 ordinary	4.00	3,860	29 Oct 2015
		7,720	
2014			
Final 2013 ordinary	6.39	6,166	10 July 2015
Interim 2014 ordinary	3.00	2,895	31 Oct 2015
		9,061	

After the reporting period, the following single tier dividend was proposed by the Directors. This dividend will be recognised in subsequent financial period upon approval by the owners of the Company.

	Sen per share (single-tier)	Total amount RM'000
Final 2015 ordinary	14.00	13,509

24. Operating segments

The Group effectively has only one reportable segment. In the prior years, it was separately disclosed into two segments, namely Printing and Trading.

The Group now takes the view that there is effectively only one segment as both the printing business and trading activities are inter-twined and all purchases for the trading activities are from companies within the Group.

Other non-reportable segments comprise operations related to investment holdings and property investments.

Performance is measured based on segment profit before tax, interest, depreciation and amortisation, as included in the internal management reports that are reviewed by the Board of Directors. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of segment relative to other entities that operate within these industries.

Segment assets
The total of segment assets is measured based on all assets (including goodwill) as included in the internal management reports that are reviewed by the Board of Directors. Segment total assets are used to measure the return of assets.

Segment liabilities
Segment liabilities information is neither included in the internal management reports nor provided regularly to the Board of Directors. Hence no disclosure is made on segment liabilities.

24. Operating segments (continued)

Segment capital expenditure
Segment capital expenditure is the total cost incurred during the financial year to acquire property, plant and equipment, and intangible assets other than goodwill.

	Printing & trading RM'000
2015	
Reporting segment profit	65,810
Included in the measure of segment profit are:	
Revenue from external customers	367,374
Not included in the measure of reporting segment profit but provided to Board of Directors:	
Depreciation and amortisation	(28,229)
Finance costs	(2,874)
Finance income	1,482
Segment assets	610,046
Included in the measure of segment assets are:	
Additions to non-current assets other than financial instruments and deferred tax assets	13,933
2014	
Reporting segment profit, restated	49,099
Included in the measure of segment profit are:	
Revenue from external customers	353,686
Not included in the measure of reporting segment profit but provided to Board of Directors:	
Depreciation and amortisation, restated	(24,700)
Finance costs	(3,034)
Finance income	1,714
Segment assets, restated	597,609
Included in the measure of segment assets are:	
Additions to non-current assets other than financial instruments and deferred tax assets, restated	31,627

24. Operating segments (continued)

Reconciliations of reportable segment revenues, profit or loss, assets and other material items

	Group	
	2015	**2014**
	RM'000	**RM'000**
		Restated
Profit or loss		
Total profit for reporting segments	65,810	49,099
Other non-reportable segments	3,106	2,458
Depreciation and amortisation	(35,724)	(31,574)
Finance costs	(2,657)	(2,723)
Finance income	991	1,077
Share of profit of an associate not included in reportable segments	6,096	4,642
Consolidated profit before tax	37,622	22,979

24. Operating segments (continued)

Reconciliations of reportable segment revenues, profit or loss, assets and other material items (continued)

	External revenue RM'000	Depreciation and amortisation RM'000	Finance costs RM'000	Finance income RM'000	Segment assets RM'000	Investment in an associate RM'000	Investment in joint venture RM'000	Additions to non-current assets RM'000
2015								
Total reportable segments	367,374	(28,229)	(2,874)	1,482	610,046	-	-	13,933
Other non-reportable segments	-	(717)	(1,696)	1,416	221,063	25,460	6,464	679
Elimination of inter-segment transactions or balances	-	(6,778)	1,913	(1,907)	(327,403)	-	-	-
Consolidated total	367,374	(35,724)	(2,657)	991	503,706	25,460	6,464	14,612

	External revenue RM'000	Depreciation and amortisation, restated RM'000	Finance costs RM'000	Finance income RM'000	Segment assets RM'000	Investment in an associate RM'000	Investment in joint venture RM'000	Additions to non-current assets RM'000
2014								
Total reportable segments	353,686	(24,700)	(3,034)	1,714	597,609	-	-	31,627
Other non-reportable segments	-	(705)	(1,696)	1,366	201,077	20,171	-	340
Elimination of inter-segment transactions or balances	-	(6,169)	2,007	(2,003)	(331,819)	-	-	-
Consolidated total	353,686	(31,574)	(2,723)	1,077	466,867	20,171	-	31,967

24. Operating segments (continued)

Geographical segments

The printing segment is managed on a worldwide basis, but operate manufacturing facilities and sales offices in Malaysia, Vietnam, Australia, and Hong Kong.

In presenting information on the basis of geographical segments, segment revenue is based on geographical location of customers. Segment assets are based on the geographical location of the assets.

	Revenue		Non-current assets	
	2015	2014	2015	2014
Geographical information	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Australasia	69,740	87,711	82,281	76,095
Malaysia	66,708	66,369	31,634	34,396
Singapore	208,558	185,592	-	-
Vietnam	7,903	556	108,475	113,676
Hong Kong	35	-	4,744	12,227
Other countries	14,430	13,458	-	-
	367,374	353,686	227,134	236,394

Major customers

The following are major customers with revenue equal or more than 10% of the Group's total revenue:

	2015	2014
	RM'000	**RM'000**
All common control companies of:		
- British American Tobacco Group	289,571	269,697

25. Financial instruments

25.1 Categories of financial instruments

The table below provides an analysis of financial instruments categorised as follows:

(a) Loans and receivables ("L&R"); and
(b) Other financial liabilities measured at amortised cost ("OL").

	Carrying amount 2015 RM'000	L&R/ (OL) 2015 RM'000	Carrying amount 2014 RM'000	L&R/ (OL) 2014 RM'000
Financial assets				
Group				
Trade and other receivables (excluding prepayments)	57,804	57,804	48,343	48,343
Cash and cash equivalents	71,330	71,330	53,097	53,097
	129,134	129,134	101,440	101,440
Company				
Trade and other receivables (excluding prepayments)	40,757	40,757	32,391	32,391
Cash and cash equivalents	9,015	9,015	309	309
	49,772	49,772	32,700	32,700
Financial liabilities				
Group				
Loans and borrowings	(71,606)	(71,606)	(73,961)	(73,961)
Trade and other payables	(31,730)	(31,730)	(42,519)	(42,519)
Ultimate holding company	(33,724)	(33,724)	(20,575)	(20,575)
Related companies	(288)	(288)	(1,519)	(1,519)
	(137,348)	(137,348)	(138,574)	(138,574)
Company				
Loans and borrowings	(9)	(9)	(1,429)	(1,429)
Trade and other payables	(506)	(506)	(581)	(581)
Ultimate holding company	(7,039)	(7,039)	(8,938)	(8,938)
Subsidiaries	(9,006)	(9,006)	(8,176)	(8,176)
	(16,560)	(16,560)	(19,124)	(19,124)

25. Financial instruments (continued)

25.2 Net gains and losses arising from financial instruments

	Group		Company	
	2015	**2014**	**2015**	**2014**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Net gains/(losses) on:				
Loans and receivables	1,328	797	2,932	1,490
Financial liabilities measured at amortised cost	(2,657)	(2,723)	(703)	(734)
	(1,329)	(1,926)	2,229	756

25.3 Financial risk management

The Group has exposure to the following risks from its use of financial instruments:

- Credit risk
- Liquidity risk
- Market risk

25.4 Credit risk

Receivables

Risk management objectives, policies and processes for managing the risk

Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. Credit risk is minimised and monitored via strictly limiting the Group's associations to business partners with good credit rating. Credit evaluations are performed on all customers requiring credit over a certain amount.

Exposure to credit risk, credit quality and collateral

As at the end of the reporting period, the maximum exposure to credit risk from receivables is represented by the carrying amounts in the statements of financial position.

25. Financial instruments (continued)

25.4 Credit risk (continued)

Exposure to credit risk, credit quality and collateral (continued)

Management has taken reasonable steps to ensure that receivables that are neither past due nor impaired are stated at their realisable values. A significant portion of these receivables are tobacco manufacturers. The Group uses ageing analysis to monitor the credit quality of the receivables. Any receivables having significant balances past due more than 180 days, which are deemed to have higher credit risk, are monitored individually. As at the end of the reporting period, there was no indication that the receivables will not be recoverable.

The exposure of credit risk for trade receivables as at the end of the reporting period by geographic region was as follows:

	Group	
	2015	**2014**
	RM'000	**RM'000**
Singapore	17,947	23,845
Australasia	9,734	9,212
Malaysia	7,664	8,543
Vietnam	3,188	398
Others	2,181	1,369
	40,714	43,367

At the end of the reporting period, there is one (1) customer with balances amounting to 72% (2014: 1 customer amounting to 74%) of the Group's gross trade receivables.

Impairment losses

The ageing of trade receivables as at the end of the reporting period was:

Group	**Gross**	**Individual impairment**	**Net**
	RM'000	**RM'000**	**RM'000**
2015			
Not past due	32,580	-	32,580
Past due 0 - 30 days	4,015	-	4,015
Past due 31 - 180 days	3,299	-	3,299
Past due more than 180 days	820	-	820
	40,714	-	40,714

25. Financial instruments (continued)

25.4 Credit risk (continued)

Impairment losses (continued)

Group	Gross RM'000	Individual impairment RM'000	Net RM'000
2014			
Not past due	34,199	-	34,199
Past due 0 - 30 days	3,892	-	3,892
Past due 31 - 180 days	3,731	-	3,731
Past due more than 180 days	1,545	-	1,545
	43,367	-	43,367

Cash and cash equivalents

Risk management objectives, policies and processes for managing the risk

Cash and cash equivalents are placed with financial institutions which are regulated.

Exposure to credit risk, credit quality and collateral

As at the end of the reporting period, the maximum exposure to credit risk is represented by the carrying amounts in the statement of financial position.

Related party balances

Risk management objectives, policies and processes for managing the risk

The Company provides unsecured loans and advances to subsidiaries and a joint venture. The Company monitors the results of the subsidiaries and joint venture regularly.

Exposure to credit risk, credit quality and collateral

As at the end of the reporting period, the maximum exposure to credit risk is represented by their carrying amounts in the statement of financial position.
Loans and advances are only provided to subsidiaries and a joint venture of the
Loans and advances are only provided to subsidiaries and a joint venture of the Company.

Impairment losses

As at the end of the reporting period, there was no indication that the loans and advances to the subsidiaries and joint venture are not recoverable. The Company does not specifically monitor the ageing of the advances to the subsidiaries and joint venture.

25. Financial instruments (continued)

25.5 Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's exposure to liquidity risk arises principally from its various payables, loans and borrowings.

The Group maintains a level of cash and cash equivalents and bank facilities deemed adequate by the management to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they fall due.

It is not expected that the cash flows included in the maturity analysis could occur significantly earlier, or at significantly different amounts.

25. Financial instruments (continued)

25.5 Liquidity risk (continued)

Maturity analysis

The table below summarises the maturity profile of the Group's and the Company's financial liabilities as at the end of the reporting period based on undiscounted contractual payments:

Group 2015	Carrying amount RM'000	Contractual interest rate	Contractual cash flows RM'000	Under 1 year RM'000	1 - 2 years RM'000	2 - 5 years RM'000
Non-derivative financial liabilities						
Term loan – unsecured	1,220	3.00%	1,261	912	349	-
Revolving credits – unsecured	70,366	2.30%	72,449	60,577	5,226	6,646
Finance lease liabilities	20	9.00%	23	12	9	2
Trade and other payables	32,018	-	32,018	32,018	-	-
Ultimate holding company						
- interest bearing	31,206	2.38%	32,415	30,416	1,999	-
- non-interest bearing	2,518	-	2,518	2,518	-	-
	137,348		140,684	126,453	7,583	6,648

25. Financial instruments (continued)

25.5 Liquidity risk (continued)

Group 2014	Carrying amount RM'000	Contractual interest rate	Contractual cash flows RM'000	Under 1 year RM'000	1 - 2 years RM'000	2 - 5 years RM'000
Non-derivative financial liabilities						
Term loan – unsecured	1,709	3.00%	1,810	741	763	306
Revolving credits – secured	2,116	3.50%	2,144	2,144	-	-
Revolving credits – unsecured	70,106	1.95-4.55%	72,502	58,052	4,536	9,914
Finance lease liabilities	30	9.00%	34	13	13	8
Trade and other payables	44,038	-	44,038	44,038	-	-
Ultimate Holding company						
- interest bearing	16,924	2.98%	17,662	12,944	3,350	1,368
- non-interest bearing	3,651	-	3,651	3,651	-	-
	138,574		141,841	121,583	8,662	11,596

25. Financial instruments (continued)

25.5 Liquidity risk (continued)

Company	Carrying amount RM'000	Contractual interest rate	Contractual cash flows RM'000	Under 1 year RM'000	1 - 2 years RM'000	2 - 5 years RM'000
2015						
Non-derivative financial liabilities						
Ultimate holding company-interest bearing	6,884	3.00%	7,006	7,006	-	-
Ultimate holding company-not interest bearing	155	-	155	155	-	-
Trade and other payables	506	-	506	506	-	-
Due to subsidiaries	9,006	5.25%	9,485	9,485	-	-
Finance lease liabilities	9	9.00%	10	4	5	1
	16,560		17,162	17,156	5	1
2014						
Non-derivative financial liabilities						
Revolving credits – unsecured	1,418	2.15%	1,437	1,437	-	-
Ultimate holding company	8,938	3.00%	9,244	9,244	-	-
Trade and other payables	581	-	581	581	-	-
Due to subsidiaries	8,176	5.00%	8,595	8,595	-	-
Finance lease liabilities	11	9.00%	14	4	4	6
	19,124		19,871	19,861	4	6

25. Financial instruments (continued)

25.6 Market risk

Market risk is the risk that changes in market prices, such as foreign currency exchange rates, interest rates and other prices will affect the Group's financial position or cash flows.

25.6.1 Currency risk

The Group is exposed to currency risk on sales, purchases and borrowings that are denominated in a currency other than the respective functional currencies of Group entities. The currencies giving rise to this risk are primarily U.S. Dollar ("USD"), Singapore Dollar ("SGD"), Vietnam Dong ("VND") and Australian Dollar ("AUD").

Risk management objectives, policies and processes for managing the risk

Certain subsidiaries use forward exchange contracts to hedge its foreign currency risk, where necessary, the forward exchange contracts are rolled over at maturity at market rates.

Exposure to foreign currency risk

The Group's exposure to foreign currency risk, based on carrying amounts as at the end of the reporting period was:

	Denominated in			
	USD	SGD	VND	AUD
	RM'000	RM'000	RM'000	RM'000
Group				
2015				
Trade and other receivables	27,904	698	5,840	11,921
Trade and other payables	(45,664)	(2,639)	(4,087)	(11,308)
Loans and borrowings	(62,587)	-	-	-
Net exposure	(80,347)	(1,941)	1,753	613
2014				
Trade and other receivables	17,424	390	2,442	19,588
Trade and other payables	(38,868)	(1,413)	(4,303)	(17,284)
Loans and borrowings	(62,931)	-	-	-
Net exposure	(84,375)	(1,023)	(1,861)	2,304

25. Financial instruments (continued)

25.6 Market risk (continued)

25.6.1 Currency risk (continued)

Currency risk sensitivity analysis

A 10% (2014: 10%) strengthening of RM against the following currencies at the end of the reporting period would have increased/(decreased) post-tax profit or loss by amounts shown below. This analysis is based on foreign currency exchange rate variances that the Group considered to be reasonably possible at the end of the reporting period. The analysis assumes that all other variables, in particular interest rates, remained constant and ignores any impact of forecasted sales and purchases.

	Equity		Profit or loss	
	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
USD	-	-	6,026	6,328
SGD	-	-	146	77
VND	-	-	(131)	349
AUD	-	-	(46)	(173)

A 10% (2014: 10%) weakening of RM against the above currencies at the end of the reporting period would have had equal but opposite effect on the above currencies to the amounts shown above, on the basis that all other variables remained constant.

25.6.2 Interest rate risk

The Group's fixed rate borrowings are exposed to a risk of change in their fair values due to changes in interest rates. The Group's variable rate borrowings are exposed to a risk of change in cash flows due to changes in interest rates. Short-term receivables and payables are not significantly exposed to interest rate risk.

Exposure to interest rate risk

The interest rate profile of the Group's and the Company's significant interest-bearing financial instruments, based on carrying amounts as at the end of the reporting period was:

	Group		Company	
	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
Fixed rate instruments				
Financial assets	25,285	18,169	29,898	31,354
Financial liabilities	(31,206)	(16,946)	(15,890)	(17,260)
	(5,921)	1,223	14,008	14,094

25. Financial instruments (continued)

25.6 Market risk (continued)

25.6.2 Interest rate risk (continued)

	Group		Company	
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Floating rate instruments				
Financial assets	-	-	194	1,418
Financial liabilities	(71,606)	(73,960)	(9)	(1,430)
	(71,606)	(73,960)	185	(12)

Interest rate risk sensitivity analysis

(a) Fair value sensitivity analysis for fixed rate instruments

The Group does not account for any fixed rate financial assets and liabilities at fair value through profit or loss, and the Group does not designate derivatives as hedging instruments under a fair value hedge accounting model. Therefore, a change in interest rates at the end of the reporting period would not affect profit or loss.

(b) Cash flow sensitivity analysis for variable rate instruments

A change of 100 basis points ("bp") in interest rates at the end of the reporting period would have (decreased)/increased profit or loss before tax by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency rates, remain constant.

	Profit or loss		Profit or loss	
	100 bp increase	100 bp decrease	100 bp increase	100 bp decrease
	2015	2015	2014	2014
	RM'000	RM'000	RM'000	RM'000
Group				
Floating rate instruments	(716)	716	(739)	739

25. Financial instruments (continued)

25.7 Hedging activities

25.7.1 Hedge of net investment in foreign operation

In the previous year, the Group's Australian Dollar denominated secured revolving credit has been designated as a hedge of the Group's investment in its subsidiary in Australian. In the previous financial year, the loan had been fully repaid to its banker. The carrying amount of the loan as at the end of the reporting year is RM Nil (2014: Nil). A foreign exchange loss of RM Nil (2014: RM90,000) was recognised in other comprehensive income which comprises the loss arising from foreign currency risk between United States Dollar and Australian Dollar that is determined to be effective hedge, prior to the termination of the hedge.

25.8 Fair value of financial instruments

The carrying amounts of cash and cash equivalents, short-term receivables and payables and short-term borrowings reasonably approximate their fair values due to the relatively short-term nature of these financial instruments.

It was not practicable to estimate the fair value of the Group's investment in unquoted shares due to the lack of comparable quoted prices in an active market and the fair value cannot be reliably measured.

25. Financial instruments (continued)

25.8 Fair value of financial instruments (continued)

The table below analyses financial instruments carried at fair value and those not carried at fair value for which fair value is disclosed, together with their fair values and carrying amounts shown in the statement of financial position.

	Fair value of financial instruments carried at fair value				Fair value of financial instruments not carried at fair value				Total fair value	Carrying amount
Group	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total		
2015	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Financial assets										
Other receivables	-	-	9,679	9,679	-	-	-	-	9,679	9,679
Financial liabilities										
Bank borrowings	-	-	-	-	-	-	(69,928)	(69,928)	(69,928)	(71,586)
Finance lease liabilities	-	-	-	-	-	-	(18)	(18)	(18)	(20)
Ultimate holding company	-	-	-	-	-	-	(30,462)	(30,462)	(30,462)	(33,724)
	-	-	9,679	9,679	-	-	(100,408)	(100,408)	(90,729)	(95,651)
Company										
Financial assets										
Loan to subsidiaries	-	-	-	-	-	-	28,754	28,754	28,754	32,361
Other receivables	-	-	9,679	9,679	-	-	-	-	9,679	9,679
Financial liabilities										
Bank borrowings	-	-	-	-	-	-	-	-	-	-
Finance lease liabilities	-	-	-	-	-	-	(7)	(7)	(7)	(9)
Subsidiaries	-	-	-	-	-	-	(8,561)	(8,561)	(8,561)	(9,006)
Ultimate holding company	-	-	-	-	-	-	(6,681)	(6,681)	(6,681)	(7,039)
	-	-	9,679	9,679	-	-	13,505	13,505	23,184	25,986

25. Financial instruments (continued)

25.8 Fair value of financial instruments (continued)

The table below analyses financial instruments carried at fair value and those not carried at fair value for which fair value is disclosed, together with their fair values and carrying amounts shown in the statement of financial position.

	Fair value of financial instruments carried at fair value				Fair value of financial instruments not carried at fair value				Total fair value	Carrying amount
Group	**Level 1**	**Level 2**	**Level 3**	**Total**	**Level 1**	**Level 2**	**Level 3**	**Total**		
2014	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Financial liabilities										
Bank borrowings	-	-	-	-	-	-	(72,165)	(72,165)	(72,165)	(73,931)
Finance lease liabilities	-	-	-	-	-	-	(27)	(27)	(27)	(30)
Ultimate holding company	-	-	-	-	-	-	(16,442)	(16,442)	(16,442)	(20,575)
	-	-	-	-	-	-	(88,634)	(88,634)	(88,634)	(94,536)
Company										
Financial assets										
Subsidiaries	-	-	-	-	-	-	31,406	31,406	31,406	32,772
Financial liabilities										
Bank borrowings	-	-	-	-	-	-	(1,389)	(1,389)	(1,389)	(1,418)
Finance lease liabilities	-	-	-	-	-	-	(10)	(10)	(10)	(11)
Subsidiaries	-	-	-	-	-	-	(7,777)	(7,777)	(7,777)	(8,176)
Ultimate holding company	-	-	-	-	-	-	(8,817)	(8,817)	(8,817)	(9,085)
	-	-	-	-	-	-	13,413	13,413	13,413	14,082

25. Financial instruments (continued)

25.8 Fair value of financial instruments (continued)

Level 3 fair value

The following table shows the valuation techniques used in the determination of fair values within Level 3, as well as the key unobservable inputs used in the valuation models.

Financial instruments not carried at fair value

Type	Description of valuation technique and inputs used
Revolving credit, finance lease liabilities and intercompany balances.	Discounted cash flows using a rate based on the current market rate of borrowing of the respective Group entities at the reporting date.

Valuation processes applied by the Group for level 3 fair value

The Group has a control framework in respect to the measurement of fair values of financial instruments. The overall valuation responsibility for overseeing all significant fair value measurements, including Level 3 fair values are done by the Group Finance Manager, reporting to the Chief Financial Officer. The Group Finance Manager regularly reviews significant unobservable inputs and valuation adjustments.

26. Capital management

The Group's objectives when managing capital is to maintain a strong capital base and safeguard the Group's ability to continue as a going concern, so as to maintain investors, creditors and market confidence and to sustain future development of the business. The Directors monitor and are determined to maintain an optimal debt-to-equity ratio that complies with debt covenants and regulatory requirements. Loan covenants are disclosed in Note 15.

The debt-to-equity ratios were as follows:

		Group	
		2015 RM'000	2014 RM'000
Total loans and borrowings	15	71,606	73,961
Less: Cash and cash equivalents	11	(71,330)	(53,097)
Net debt		276	20,864
Total equity		346,439	304,729
Debt-to-equity ratio		0.0	0.1

26. Capital management (continued)

There was no change in the Group's approach to capital management during the financial year.

27. Operating leases

Operating lease rentals are payable as follows:

	Group	
	2015 RM'000	2014 RM'000
Within one year	768	881
Between one and five years	617	811
More than five years	-	61
	1,385	1,753

The Group leases a number of premises, motor vehicles and office equipment under non-cancellable operating leases. The leases have varying terms and escalation clauses and renewal rights. On renewal, the terms of leases are re-negotiated. None of the leases include contingent rentals.

28. Capital and other commitments

	Group	
	2015 RM'000	2014 RM'000
Property, plant and equipment		
Authorised but not contracted for	-	25,659
Contracted but not provided for	2,478	-
	2,478	25,659

29. Contingencies

The Directors are of the opinion that provisions are not required in respect of these matters, as it is remote that a future sacrifice of economic benefits will be required or the amount is not capable of reliable measurement.

	Company	
	2015	**2014**
	RM'000	**RM'000**
Corporate guarantee to subsidiaries		
Short-term borrowings	60,065	55,993
Long-term borrowings	11,521	14,403
	71,586	70,396

As at 31 December 2015, the Company has given bank guarantees to a joint venture entity. The bank guarantees will be removed upon the settlement of outstanding balances to the aforesaid facilities.

Joint Venture

As at 31 December 2015, the Company has given a performance guarantee to a joint venture entity. Details are as follows:

In accordance with the agreement, if TVP suffers losses or the profits received by DOFICO from the JV Company within thirty six (36) months as of the Commencement Date is less than 20% of the Purchase Price, DOFICO at its own discretion shall:

(a) continue the Joint Venture Agreement and extend the payment timeline for the Purchase Price until the profits received from TVP are sufficient for DOFICO to pay the Purchase Price to the Company; or

(b) have the right to sell to the Company the entire of its Sale Capital Contribution at the reselling price being the remaining amount after the Purchase Price minus outstanding payments for the Purchase Price that have not been paid by DOFICO to the Company at the time of actual payment of re-selling price (the "Re-selling Price"). In this case, the Company is obligated to re-purchase the Capital Contribution of DOFICO in whole; or

(c) exercise the put option calling for the Company to purchase its Sale Capital Contribution in whole at the Re-selling Price. The Company commits to buy back the Capital Contribution of DOFICO in case DOFICO exercises its put option.

30. Related parties

For the purposes of these financial statements, parties are considered to be related to the Group or the Company if the Group or the Company has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group or the Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group either directly or indirectly. The key management personnel include all the Directors of the Group, and certain members of senior management of the Group.

The significant related party transactions of the Group and the Company are shown below, other than key management personnel compensation (see Note 20) and other balances relating to payable and receivable contained in note 9 and 16.

	Group		Company	
	2015	2014	2015	2014
Group	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Ultimate holding company				
Management fees expense	2,243	2,194	-	-
Interest expense	655	435	224	173
Related companies				
Sales	(14,213)	(21,191)	-	-
Purchases	12,015	13,343	-	-
Rental of warehouse expenses	699	699	-	-
Expenses on outsourcing of sales administrative and accounting work	265	302	-	-
Sales of scrap paper	(16)	-	-	-
Subsidiaries				
Dividend income	-	-	(28,467)	(10,659)
Interest expense	-	-	469	436
Interest income	-	-	(1,414)	(1,364)
Administrative fee received	-	-	(2,851)	(1,005)
Associate company				
Dividend income	(807)	(864)	(807)	(864)
Director				
Sale of motor vehicle	(264)	-	(264)	-
Gifted computer and gadgets	(18)	-	(18)	-

31. Disposal of subsidiary

On 25 May 2015, the Company announced that it had on 24 May 2015 entered into a strategic joint venture agreement with Toyo (Viet) Paper Product Co. Ltd ("TVP") and Dong Nai Food Industrial Corporation Vietnam ("DOFICO") vide sale of 50% of TVP to DOFICO. Submission for the Amended Investment License was made in December 2015 and although the issuance of the Amended Investment License by the lawful State Authority of Vietnam remains outstanding, the Company considers the transactions to be completed as at 31 December 2015 ("deemed date of disposal") based on the accounting concept of "substance over form" as the issuance of the Amended Investment License is considered to be fundamentally administrative in nature. Hence, the disposal of 50% of TVP to DOFICO for a total cash consideration of USD1,630,000 (RM6,146,000), was recognized in the current financial year and resulted in a gain of RM2,052,000. As such, TVP is accounted for as a Jointly Controlled Entity of the Company as at 31 December 2015 and is equity accounted.

Details of the disposal are as follows:

	2015 **RM'000**
Property, plant and equipment	15,325
Inventories	6,897
Trade receivables	3,216
Other receivables	2,698
Cash and cash equivalents	879
	29,015
Trade and other payables	(15,949)
Carrying value of net assets	13,066
Consideration received :	
Fair value of deferred consideration	6,146
Cash and cash equivalents of subsidiary	(879)
Net cash inflow on disposal of a subsidiary	5,267

Gain on disposal:

	2015 **RM'000**
Fair value of deferred consideration	6,146
Net assets derecognised	(13,066)
Fair value of retained interest	6,533
Goodwill	(106)
Cumulative exchange differences in respect of the net assets of the subsidiary reclassified from equity on loss of control of subsidiary	2,545
Gain on disposal	2,052

The gain on disposal amounted to RM2,052,000 was included in other income in profit or loss.

32. Asset classified as held for sale

During the year, a printing machine, which was owned by TVP was dismantled and packed for shipment for the future setting up of the Group's new operations in Middle East (Dubai) to supply to its new customers in Dubai. The aforesaid printing machine was disposed of by TVP to the Company for RM7,079,000 during the financial year and is recorded in the Company as an asset held for sale as management has already been actively acting to setup the Group's new operations in Dubai and the operation is expected to commence within 12 months.

33. Subsequent event

(a) On 25 May 2015, the Company announced that it had on 24 May 2015 entered into a strategic joint venture agreement ("Proposed Joint Venture") with Toyo (Viet) Paper Product Co. Ltd ("TVP") and Dong Nai Food Industrial Corporation Vietnam ("DOFICO") vide sale of 50% of TVP to DOFICO for USD1,630,000 (RM6,146,000) to secure DOFICO print packaging volume. TVP has been recognised as a Jointly Controlled Entity of the Company as at 31 December 2015.

However, the legal completion of the Proposed Joint Venture shall take place on the date on which:

- all the condition precedents have been fulfilled to the satisfaction of the Company or waived by the Company; and
- an amended investment certificate has been issued by the lawful State Authority of Vietnam to TVP according to which TVP has been recognised as the joint venture limited liability company with two members and each of the Company and DOFICO holds 50% of the Charter Capital respectively.

The legal completion of the Proposed Joint Venture is pending the issuance of an amended investment certificate by the State Authority of Vietnam.

(b) On 24 August 2015 the Company, had entered into a Memorandum of Understanding ("MOU") with Lum Chang Holdings Limited to jointly negotiate the terms of the proposed development of a mixed-use commercial development at No 9 & 11, Jalan Semangat, 46200 Petaling Jaya, Selangor Darul Ehsan under title no: 3674 and 3967, Lot 30 & 4, Section 13, Municipality of Petaling Jaya, Selangor Darul Ehsan, on land which is currently held by a subsidiary of the Company on a 99-year lease from the State Government of Selangor, Malaysia with a residue of approximately forty-four (44) years as of the date of this MOU. The MOU is not legally binding, other than the clauses on confidentiality, exclusivity and termination. The rationale for the MOU is to maximise the usage of the land and deliver additional income stream for the Group.

The project is in the planning stage and there is no material development on the MOU.

33. Subsequent event (continued)

(c) On 23 February 2016, the Company announced that it proposes to undertake a renounceable rights issue of 48,247,500 new ordinary shares of RM1.00 each ("Rights Share(s)") at an issue price of RM1.00 per Rights Share on the basis of one (1) Rights Share for every two (2) existing shares of the Company held on an entitlement date to be determined and announced later. The proceeds from the rights issue are proposed to be utilised for business expansion in the Middle East region and/or Indonesia, and repayment of bank borrowings. The proposed rights ssue is expected to be completed by third quarter of 2016.

(d) On 11 March 2016, the Company announced that it had on 8 March 2016, incorporated a new wholly owned subsidiary, Alliance Print Technologies FZE ("FZE") in Dubai, United Arab Emirates with a registered share capital of AED1,000,000 consist of one (1) share. The said incorporation is in line with the long term strategic plans of TWPH and to gain footprint in the Middle East market.

(e) On 17 March 2016, the key customer of the Group announced that it will cease its manufacturing operations in Malaysia under an operations restructuring exercise and would be winding down its facility in stages and the process is targeted to be completed by the second half of 2017.

The Board is of the opinion that there is no impact to the financial statements for the year ended 31 December 2015 as the Group will still be continuing to supply the customer's requirements, albeit to different locations, as per the existing supply agreement.

34. Comparative figures

During the year, certain spare parts that met MFRS 116 definition of property, plant and equipment were reclassified for presentation purposes from inventory to property, plant and equipment in the statement of financial position. Accordingly, the comparative figures have been reclassified to conform to the current year's presentation.

	Group			
	31.12.2014		1.1.2014	
	As restated	As previously stated	As restated	As previously stated
	RM'000	RM'000	RM'000	RM'000
Statement of financial position				
Property, plant and equipment	236,965	231,539	223,652	221,075
Inventories	78,546	83,972	71,264	73,841

	31.12.2014	
	As restated	As previously stated
Statement of profit or loss and other comprehensive income	RM'000	RM'000
Depreciation of property, plant and equipment	25,005	21,835
Statement of cash flows		
Increase in inventories	(6,864)	(7,305)
Acquisition of property, plant and equipment	(31,967)	(26,445)
Effect of exchange rate fluctuations	(5,700)	(5,202)

The reclassification has no impact to the statement of profit or loss and other comprehensive income, hence does not impact the earnings for ordinary share of the Group.

35. Supplementary financial information on the breakdown of realised and unrealised profits or losses

The breakdown of the retained earnings of the Group and of the Company into realised and unrealised profits, pursuant to Paragraphs 2.06 and 2.23 of Bursa Malaysia Securities Berhad Main Market Listing Requirements, are as follows:

	Group		Company	
	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
Total retained earnings of the Company and its subsidiaries:				
- realised	259,340	246,414	51,142	29,331
- unrealised	(35,548)	(31,953)	(979)	290
	223,792	214,461	50,163	29,621
Total share of retained earnings of an associate company:				
- realised	24,514	19,159	-	-
- unrealised	(554)	(489)	-	-
	247,752	233,131	50,163	29,621
Less: Consolidation adjustments	(102,649)	(114,283)	-	-
Total retained earnings	145,103	118,848	50,163	29,621

The determination of realised and unrealised profits is based on the Guidance of Special Matter No.1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by Malaysian Institute of Accountants on 20 December 2010.

Tien Wah Press Holdings Berhad

(Company No. 340434-K)
(Incorporated in Malaysia)

and its subsidiaries

Statement by Directors pursuant to Section 169(15) of the Companies Act, 1965

In the opinion of the Directors, the financial statements set out on pages 6 to 94 are drawn up in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as of 31 December 2015 and of their financial performance and cash flows for the financial year then ended.

In the opinion of the Directors, the information set out in Note 35 on page 95 to the financial statements has been compiled in accordance with the Guidance on Special Matter No.1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosures Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by the Malaysian Institute of Accountants, and presented based on the format prescribed by Bursa Malaysia Securities Berhad.

Signed on behalf of the Board of Directors in accordance with a resolution of the Directors:

....

Yen Wen Hwa @ Ngan Tzee Manh

....

Lee Cheow Fui

Petaling Jaya, Selangor

Date: 21 March 2016

Tien Wah Press Holdings Berhad
(Company No. 340434-K)
(Incorporated in Malaysia)

and its subsidiaries

Statutory declaration pursuant to Section 169(16) of the Companies Act, 1965

I, **Ng Cheong Seng**, the officer primarily responsible for the financial management of Tien Wah Press Holdings Berhad, do solemnly and sincerely declare that the financial statements set out on pages 6 to 95 are, to the best of my knowledge and belief, correct and I make this solemn declaration conscientiously believing the same to be true, and by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared by the above named in Petaling Jaya, Selangor on 21 March 2016.

....
Ng Cheong Seng

Before me:

PESURUHJAYA SUMPAH
No : B185
Nama: NG SAY HUNG
MALAYSIA

No. 69A, Jalan SS21/37
Damansara Utama (Up Town)
47400 Petaling Jaya, Selangor D E

KPMG (Firm No. AF 0758)
Chartered Accountants
Level 10, KPMG Tower
8, First Avenue, Bandar Utama
47800 Petaling Jaya
Selangor Darul Ehsan, Malaysia

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Independent auditors' report to the members of Tien Wah Press Holdings Berhad

(Company No. 340434-K)
(Incorporated in Malaysia)

Report on the Financial Statements

We have audited the financial statements of Tien Wah Press Holdings Berhad, which comprise the statements of financial position as at 31 December 2015 of the Group and of the Company, and the statements of profit or loss and other comprehensive income, changes in equity and cash flows of the Group and of the Company for the year then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 6 to 94.

Directors' Responsibility for the Financial Statements

The Directors of the Company are responsible for the preparation of the financial statements so as to give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia. The Directors are also responsible for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Group and of the Company as of 31 December 2015 and of their financial performance and cash flows for the year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of the Companies Act, 1965 in Malaysia, we also report the following:

(a) In our opinion, the accounting and other records and the registers required by the Act to be kept by the Company and its subsidiaries of which we have acted as auditors have been properly kept in accordance with the provisions of the Act.

(b) We have considered the accounts and the auditors' reports of all the subsidiaries of which we have not acted as auditors, which are indicated in Note 5 to the financial statements.

(c) We are satisfied that the accounts of the subsidiaries that have been consolidated with the Company's financial statements are in form and content appropriate and proper for the purposes of the preparation of the financial statements of the Group and we have received satisfactory information and explanations required by us for those purposes.

(d) The audit reports on the accounts of the subsidiaries did not contain any qualification or any adverse comment made under Section 174(3) of the Act.

Other Reporting Responsibilities

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The information set out in Note 35 on page 95 to the financial statements has been compiled by the Company as required by the Bursa Malaysia Securities Berhad Listing Requirements and is not required by the Malaysian Financial Reporting Standards or International Financial Reporting Standards. We have extended our audit procedures to report on the process of compilation of such information. In our opinion, the information has been properly compiled, in all material respects, in accordance with the Guidance of Special Matter No.1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosures Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by the Malaysian Institute of Accountants and presented based on the format prescribed by Bursa Malaysia Securities Berhad.

Other Matters

This report is made solely to the members of the Company, as a body, in accordance with Section 174 of the Companies Act, 1965 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

KPMG

KPMG
Firm Number: AF 0758
Chartered Accountants

Lee Yee Keng
Approval Number: 2880/04/17(J)
Chartered Accountant

Petaling Jaya, Selangor

Date: 21 March 2016

UNAUDITED CONSOLIDATED FINANCIAL RESULTS OF OUR COMPANY FOR THE THREE (3)-MONTH FPE 31 MARCH 2016

TIEN WAH PRESS HOLDINGS BERHAD
(CO. NO. 340434-K)

Quarterly report on consolidated results for the three months ended 31 March 2016
The figures have not been audited.

PART A2: SUMMARY OF KEY FINANCIAL INFORMATION

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 31 Mar 2016 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 Mar 2015 RM'000	CURRENT YEAR TO DATE 31 Mar 2016 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31 Mar 2015 RM'000
1	Revenue	82,386	87,519	82,386	87,519
2	Profit before tax	6,639	1,171	6,639	1,171
3	Profit for the period	5,635	758	5,635	758
4	Profit attributable to ordinary equity holders of the Company	5,604	2,088	5,604	2,088
5	Basic earnings per share (sen)	5.81	2.16	5.81	2.16
6	Proposed / Declared Dividend per share (sen)	0.00	0.00	0.00	0.00

		AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR END
7	Net assets per share attributable to ordinary equity holders of the Company (RM)	2.93	2.95
	Remarks :		

PART A3: ADDITIONAL INFORMATION

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 31 Mar 2016 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 Mar 2015 RM'000	CURRENT YEAR TO DATE 31 Mar 2016 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31 Mar 2015 RM'000
1	Gross interest income	276	300	276	300
2	Gross interest expense	(536)	(642)	(536)	(642)

Remarks :

UNAUDITED CONSOLIDATED FINANCIAL RESULTS OF OUR COMPANY FOR THE THREE (3)-MONTH FPE 31 MARCH 2016 (CONT'D)

TIEN WAH PRESS HOLDINGS BERHAD
(CO.NO. 340434-K)

INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER AND THREE MONTHS ENDED 31 MARCH 2016

	2016 Current Quarter Ended 31 Mar (RM '000)	2015 Comparative Quarter Ended 31 Mar (RM '000)	2016 Cumulative Three months Ended 31 Mar (RM '000)	2015 Cumulative Three months Ended 31 Mar (RM '000)
Revenue	82,386	87,519	82,386	87,519
Cost of sales	(66,884)	(71,844)	(66,884)	(71,844)
Gross profit	15,502	15,675	15,502	15,675
Other income	1,591	2,041	1,591	2,041
Distribution expenses	(1,976)	(2,659)	(1,976)	(2,659)
Administrative expenses	(6,962)	(5,752)	(6,962)	(5,752)
Other expenses	(1,879)	(9,233)	(1,879)	(9,233)
Results from operating activities	6,276	72	6,276	72
Finance income	276	300	276	300
Finance costs	(536)	(642)	(536)	(642)
Operating profit	6,016	(270)	6,016	(270)
Share of profit of equity-accounted associate,net of tax	782	1,441	782	1,441
Share of loss of equity-accounted joint venture,net of tax	(159)	-	(159)	-
Profit before tax	6,639	1,171	6,639	1,171
Tax expense	(1,004)	(413)	(1,004)	(413)
Profit for the period	5,635	758	5,635	758
Profit for the period attributable to:				
Owners of the Company	5,604	2,088	5,604	2,088
Non-controlling interests	31	(1,330)	31	(1,330)
Profit for the period	5,635	758	5,635	758
Earnings per ordinary share :				
-basic (sen)	5.81	2.16	5.81	2.16

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2015)

UNAUDITED CONSOLIDATED FINANCIAL RESULTS OF OUR COMPANY FOR THE THREE (3)-MONTH FPE 31 MARCH 2016 (CONT'D)

TIEN WAH PRESS HOLDINGS BERHAD
(CO.NO. 340434-K)

INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND THREE MONTHS ENDED 31 MARCH 2016

	2016 Current Quarter Ended 31 Mar (RM '000)	2015 Comparative Quarter Ended 31 Mar (RM '000)	2016 Cumulative Three months Ended 31 Mar (RM '000)	2015 Cumulative Three months Ended 31 Mar (RM '000)
Profit for the period	5,635	758	5,635	758
Items that are or may be reclassified subsequently to profit or loss:				
Foreign currency translation differences for foreign operations	(10,366)	3,593	(10,366)	3,593
Total comprehensive income for the period, net of tax	(4,731)	4,351	(4,731)	4,351
Total comprehensive income attributable to:				
Owners of the Company	(1,991)	5,808	(1,991)	5,808
Non-controlling interests	(2,740)	(1,457)	(2,740)	(1,457)
Total comprehensive income for the period, net of tax	(4,731)	4,351	(4,731)	4,351

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2015)

UNAUDITED CONSOLIDATED FINANCIAL RESULTS OF OUR COMPANY FOR THE THREE (3)-MONTH FPE 31 MARCH 2016 (CONT'D)

TIEN WAH PRESS HOLDINGS BERHAD
(CO.NO. 340434-K)

INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2016

	As at 31 Mar 2016 (RM '000)	As at 31 Dec 2015 (RM '000)
Assets		
Property, plant and equipment	229,998	242,099
Intangible assets	18,898	19,443
Investment in joint venture	6,305	6,464
Investment in an associate	26,242	25,460
Deferred tax assets	1,441	1,474
Other receivables	8,816	9,679
Total non-current assets	291,700	304,619
Trade and other receivables	60,132	48,717
Inventories	68,781	78,979
Current tax assets	29	61
Cash & cash equivalents	43,516	71,330
Total current assets	172,458	199,087
Total assets	**464,158**	**503,706**
Equity		
Share capital	96,495	96,495
Reserves	185,785	187,776
Total equity attributable to owners of the Company	282,280	284,271
Non-controlling interests	59,428	62,168
Total equity	341,708	346,439
Liabilities		
Deferred tax liabilities	11,073	11,052
Employee benefits	1,036	1,042
Loans and borrowings	9,419	11,530
Other payables	745	1,506
Total non-current liabilities	22,273	25,130
Loans and borrowings	45,411	60,076
Trade and other payables	52,998	71,502
Current tax liabilities	1,768	559
Total current liabilities	100,177	132,137
Total liabilities	122,450	157,267
Total equity and liabilities	**464,158**	**503,706**

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2015)

UNAUDITED CONSOLIDATED FINANCIAL RESULTS OF OUR COMPANY FOR THE THREE (3)-MONTH FPE 31 MARCH 2016 (CONT'D)

TIEN WAH PRESS HOLDINGS BERHAD
(CO.NO. 340434-K)

INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED 31 MARCH 2016

	Attributable to Equity Holders of the Company					Non-controlling Interest	Total Equity
	Non-Distributable			Distributable			
	Share Capital (RM '000)	Share Premium (RM '000)	Translation Reserve (RM '000)	Retained Earnings (RM '000)	Total (RM '000)	(RM '000)	(RM '000)
At 1 January 2016	96,495	12,504	30,169	145,103	284,271	62,168	346,439
Foreign currency translation differences for foreign operations	-	-	(7,595)	-	(7,595)	(2,771)	(10,366)
Total other comprehensive income for the period	-	-	(7,595)	-	(7,595)	(2,771)	(10,366)
Profit for the period	-	-	-	5,604	5,604	31	5,635
Total comprehensive income for the period	-	-	(7,595)	5,604	(1,991)	(2,740)	(4,731)
At 31 March 2016	96,495	12,504	22,574	150,707	282,280	59,428	341,708
At 1 January 2015	96,495	12,504	8,804	118,848	236,651	68,078	304,729
Foreign currency translation differences for foreign operations	-	-	3,720	-	3,720	(127)	3,593
Total other comprehensive income for the period	-	-	3,720	-	3,720	(127)	3,593
Profit for the period	-	-	-	2,088	2,088	(1,330)	758
Total comprehensive income for the period	-	-	3,720	2,088	5,808	(1,457)	4,351
At 31 March 2015	96,495	12,504	12,524	120,936	242,459	66,621	309,080

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2015)

UNAUDITED CONSOLIDATED FINANCIAL RESULTS OF OUR COMPANY FOR THE THREE (3)-MONTH FPE 31 MARCH 2016 (CONT'D)

TIEN WAH PRESS HOLDINGS BERHAD
(CO.NO. 340434-K)

INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2016

	2016 Three months ended 31 Mar RM '000	2015 Three months ended 31 Mar RM '000
Cash flows from operating activities		
Profit before tax	6,639	1,171
Adjustments for :		
- Amortisation of intangible assets	268	2,133
- Depreciation of property, plant and equipment	6,068	6,218
- Net interest expense	260	342
- Share of profit of equity-accounted associate, net of tax	(782)	(1,441)
- Share of loss of equity-accounted joint venture, net of tax	159	-
- Employee benefits	544	629
- Other non-cash items	1,798	(461)
Operating profit before changes in working capital	14,954	8,591
-Changes in inventories	7,896	(3,017)
-Changes in trade and other receivables	(13,473)	(6,997)
-Changes in trade and other payables	(4,358)	(1,928)
Cash generated from /(used in) operations	5,019	(3,351)
- Interest received	276	300
- Employee benefits used	(559)	(1,536)
- Income tax refunded / (paid)	273	(1,218)
Net cash from / (used in) operating activities	5,009	(5,805)
Cash flows from investing activities		
- Acquisition of property, plant and equipment	(3,780)	(1,295)
- Proceeds from disposal of property, plant and equipment	3	15
- Change in pledged deposits	(3)	(102)
Net cash used in investing activities	(3,780)	(1,382)
Cash flows from financing activities		
- Proceeds from loans and borrowings	30,044	9,220
- Repayment of loans and borrowings	(46,820)	(7,911)
- Interest paid	(536)	(642)
- Repayment to ultimate holding company	(9,730)	(180)
Net cash (used in) / generated from financing activities	(27,042)	487
Net decrease in cash & cash equivalents	(25,813)	(6,700)
Effect of exchange rate fluctuations on cash held	(2,001)	(844)
Cash & cash equivalents at 1 January	71,225	53,097
Cash & cash equivalents at 31 March	43,411	45,553

Cash & cash equivalents
Cash & cash equivalents included in the condensed consolidated statement of cash flows comprise the following:

	2016 Three months ended 31 Mar RM '000	2015 Three months ended 31 Mar RM '000
Cash and bank balances	20,595	18,562
Deposits with licensed banks	22,921	27,093
	43,516	45,655
Less: Deposit pledged	(105)	(102)
	43,411	45,553

(The Interim Financial Statements should be read in conjunction with notes to the audited financial statements for the year ended 31 December 2015)

TIEN WAH PRESS HOLDINGS BERHAD
(CO. NO. 340434-K)

Notes to the Interim Financial Statements for the quarter and three months ended 31 March 2016

A. EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Basis of Preparation

These condensed consolidated interim financial statements have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRSs") 134, *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2015.

The accounting policies and methods of computation adopted by the Group in this interim financial statement are consistent with those adopted in the financial statements for the year ended 31 December 2015 except for those standards, amendments and interpretations which are effective from the annual period beginning on or after 1 January 2016. The adoption of these standards, amendments and interpretations has no material impact to these interim financial statements. The 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 31 December 2015.

A2. Significant Accounting Policies

At the date of authorisation of these interim financial statements, the following MFRSs, Amendments to MFRSs and Issues Committee ("IC") Interpretations were issued but not yet effective and have not been applied by the Group:-

MFRSs, Interpretations and Amendments effective for annual periods beginning on or after 1 January 2018

- MFRS 9, *Financial Instruments (2014)*
- MFRS 15, *Revenue from Contracts with Customers*

MFRSs, Interpretations and Amendments effective for a date yet to be confirmed

- Amendments to MFRS 10, *Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The initial application of the accounting standards, amendments or interpretations are not expected to have any material financial impacts to the financial statements of the Group.

The Group is currently assessing the financial impact that may arise from the adoption of MFRS 15 and MFRS 9.

A3. Audit Report Qualification and Status of Matters Raised

The audit report of the preceding annual financial statements was not qualified.

A4. Seasonal or Cyclical Nature of Operations

The operations of the Group were not affected by seasonal or cyclical factors.

TIEN WAH PRESS HOLDINGS BERHAD
(CO. NO. 340434-K)

A5. Items of Unusual Nature

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial year-to-date.

A6. Changes in Estimates of Amounts Reported

There were no changes in estimates of amounts reported in prior financial year that have a material effect in the current financial year-to-date.

A7. Changes in Debt and Equity Securities

For the financial year-to-date, there were no issuances, cancellations, repurchases, resale and repayments of debt, treasury shares and equity securities.

A8. Dividends Paid

No dividend was paid during the quarter ended 31 March 2016.

A9. Operating Segments

The Group takes the view that there is effectively only one segment as both the printing business and trading activities are inter-twined and all purchases for the trading activities are from companies within the Group.

Other non-reportable segments comprise operations related to investment holdings and property investments.

	Three months ended 31 March	
	2016	**2015**
	RM'000	**RM'000**
Included in the measure of segment profit are:		
Revenue from external customers	82,386	87,519
Segment profit	23,803	6,472
Segment assets	550,631	609,010

TIEN WAH PRESS HOLDINGS BERHAD
(CO. NO. 340434-K)

	Three months ended 31 March 2016 RM'000	2015 RM'000
Reconciliation of reportable segment profit or loss		
Total profit for reporting segments	23,803	6,472
Other non-reportable segments	(1,541)	189
Elimination of inter-segment profits	(9,650)	1,762
Depreciation and amortization	(6,336)	(8,351)
Finance costs	(536)	(642)
Finance income	276	300
Share of profit of associate not included in reportable segments	782	1,441
Share of loss of joint venture not included in reportable segments	(159)	-
Consolidated profit before tax	6,639	1,171

A10. Material Events Subsequent to the End of Quarterly Period

There was no material events not reflected in the interim financial statements subsequent to the balance sheet date.

A11. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current financial year-to-date including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations other than as disclosed below:-.

On 8 March 2016, the Company has incorporated a new wholly owned subsidiary, Alliance Print Technologies FZE ("APTF"), in Jebel Ali Free Zone, Dubai, United Arab Emirates, with a share capital of AED1,000,000 which represents the entire share capital of APTF. The principal activity of APTF is in packing and packaging material manufacturing. APTF is currently a dormant company. The said incorporation is in line with the long term strategic plans of TWPH and to gain footprint in the Middle East market.

A12. Changes In Contingent Liabilities

There were no material changes to contingent liabilities disclosed in the last audited statement of financial position as at 31 December 2015.

A13. Capital Commitments

	31 March 2016 RM'000
Property, plant and equipment	
- Contracted but not provided for	6,030

TIEN WAH PRESS HOLDINGS BERHAD
(CO. NO. 340434-K)

A14. Related Party Transactions

For the purposes of these interim financial statements, parties are considered to be related to the Group, if the Group has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

The following transactions have been entered into with related parties that were necessary for the day-to-day operations in the ordinary course of business and are transacted on negotiated and arm's length basis.

	Three months ended 31 March 2016 RM'000
Ultimate holding company	
- Management fees expense	565
- Interest expense	143
Related companies	
- Sales	(1,376)
- Purchases	477
- Rental of warehouse expense	175

TIEN WAH PRESS HOLDINGS BERHAD
(CO. NO. 340434-K)

A15. Fair value information

The carrying amounts of cash and cash equivalents, short term receivables and payables and short term borrowings reasonably approximate their fair values due to the relatively short term nature of these financial instruments.

The Group uses the following hierarchy in determining the fair value of all financial instruments at fair value:-

Level 1: Fair value is derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value is estimated using inputs other than quoted prices included within Level 1 that are observable for the financial assets or liabilities, either directly or indirectly.

Level 3: Fair value is estimated using unobservable inputs for the financial assets and liabilities.

As at 31 March 2016, the Group held the following financial instruments carried at fair value and those not carried at fair value for which fair value is disclosed, together with their fair values and carrying amounts shown in the statement of financial position:-

	Level 1	**Level 2**	**Level 3**	**Total fair value**	**Carrying amount**
	RM'000	**RM'000**	**RM'000**	**RM'000**	**RM'000**
	Fair value of financial instruments carried at fair value				
Financial assets					
-Other receivables	-	-	9,817	9,817	9,817
	Fair value of financial instruments not carried at fair value				
Financial liabilities					
- Bank borrowings	-	-	(53,446)	(53,446)	(54,813)
- Finance lease liabilities	-	-	(15)	(15)	(17)
- Ultimate holding company	-	-	(20,583)	(20,583)	(21,785)
Total	-	-	(64,227)	(64,227)	(66,798)

TIEN WAH PRESS HOLDINGS BERHAD
(CO. NO. 340434-K)

B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance

Current Quarter against Previous Year Corresponding Quarter

Revenue

Group's revenue for the first quarter ended 31 March 2016 decreased by 5.8% or RM5.1 million to RM82.4 million from RM87.5 million in the preceding year corresponding quarter. This decrease was mainly due to change of pricing of some products to a major customer and the impact of a Vietnam subsidiary that was deconsolidated from 31 December 2015 as a subsidiary to a jointly controlled entity. The aforesaid impacts were mitigated by sales to a new multinational tobacco company customer.

Profit before tax

Profit before tax of RM6.6 million for the first quarter ended 31 March 2016 was higher by RM5.4 million as compared to the preceding year corresponding quarter of RM1.2 million.

The improvements was mainly due to the strengthening of the USD, significant improvement in productivity and waste reduction as well as the absence of redundancy expense of RM6.9m which was incurred in Q1 2015 as a result of the restructuring of the production footprint within the Group to improve strategic positioning to service the customers and reduce operating costs over the longer term.

B2. Variation of Results against Preceding Quarter

Group's revenue for current quarter under review decreased by RM14.7 million or 15.1% to RM82.4 million from RM97.1 million.

Profit before tax was at RM6.6 million as compared to RM12.9 million for the preceding quarter, a decreased of RM6.3 million or 48.8%, mainly due to lower sales and the absence of a one-off gain of RM2.1 million on disposal of 50% in TVP.

B3. Prospects

Based on the current year-to-date results under review, the Directors are of the opinion that the outlook for 2016 continues to be competitive in the volatile global environment. Besides efficiency improvement, wastage control and active cost containments, the Group is continuing to develop new opportunities which would lead to volume growth from new customers in other geographical segments and existing customers.

B4. Profit Forecast

None.

TIEN WAH PRESS HOLDINGS BERHAD
(CO. NO. 340434-K)

B5. Tax Expense

	Current quarter ended 31 March		Three months ended 31 March	
	2016	**2015**	**2016**	**2015**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Income tax expense				
- Current year	982	165	982	165
- Prior year	-	7	-	7
	982	172	982	172
Deferred tax				
- Origination and reversal of temporary differences	22	241	22	241
	1,004	413	1,004	413

The Group's effective tax rate for the three months ended 31 March 2016 was lower than the Malaysian statutory tax rate of 24% due to effects of lower tax rates and tax incentives in certain tax jurisdictions and effects of certain foreign sourced income which are not subject to tax in the current financial year-to-date.

B6. Status of corporate proposals announced

Except as disclosed below, there was no other corporate proposals announced but not completed as at to-date:-

(a) On 25 May 2015, the Company announced that it had on 24 May 2015 entered into a strategic joint venture agreement ("Proposed Joint Venture") with Toyo (Viet) Paper Product Co. Ltd ("TVP") and Dong Nai Food Industrial Corporation Vietnam ("DOFICO") vide sale of 50% of TVP to DOFICO for USD1,630,000 (RM6,146,000) to secure DOFICO print packaging volume. TVP has been recognised as a Jointly Controlled Entity of the Company as at 31 December 2015.

However, the legal completion of the Proposed Joint Venture shall take place on the date on which:

- all the condition precedents have been fulfilled to the satisfaction of the Company or waived by the Company; and
- an amended investment certificate has been issued by the lawful State Authority of Vietnam to TVP according to which TVP has been recognised as the joint venture limited liability company with two members and each of the Company and DOFICO holds 50% of the Charter Capital respectively.

The legal completion of the Proposed Joint Venture is pending the issuance of an amended investment certificate by the State Authority of Vietnam.

(b) On 24 August 2015 the Company, had entered into a Memorandum of Understanding ("MOU") with Lum Chang Holdings Limited to jointly negotiate the terms of the proposed development of a mixed-use commercial development at No 9 & 11, Jalan Semangat, 46200 Petaling Jaya, Selangor Darul Ehsan under title no: 3674 and 3967, Lot 30 & 4, Section 13, Municipality of Petaling Jaya, Selangor Darul Ehsan, on land which is currently held by a subsidiary of the Company on a 99-year lease from the State Government of Selangor, Malaysia with a residue of approximately forty-four (44) years as of the date of this MOU. The MOU is not legally binding, other than the clauses on confidentiality, exclusivity and termination. The rationale for the MOU is to maximise the usage of the land and deliver additional income stream for the Group.

TIEN WAH PRESS HOLDINGS BERHAD
(CO. NO. 340434-K)

The project is in the planning stage and there is no material development on the MOU.

(c) On 23 February 2016, the Company announced that it proposes to undertake a renounceable rights issue of 48,247,500 new ordinary shares of RM1.00 each ("Rights Share(s)") at an issue price of RM1.00 per Rights Share on the basis of one (1) Rights Share for every two (2) existing shares of the Company held on an entitlement date to be determined and announced later. The proceeds from the rights issue are proposed to be utilised for business expansion in the Middle East region and/or Indonesia, and repayment of bank borrowings. The proposed rights issue is expected to be completed by third quarter of 2016.

B7. Borrowings and Debt Securities

	31 March 2016		
	Secured RM'000	**Unsecured RM'000**	**Total RM'000**
Short-term borrowings			
Borrowings – Revolving Credits	-	4,674	4,674
Borrowings – Finance lease liabilities	11	-	11
Borrowings – Term loan	-	829	829
Borrowings – Trade facilities	-	39,897	39,897
Sub-totals	11	45,400	45,411
	Secured RM'000	**Unsecured RM'000**	**Total RM'000**
Long-term borrowings			
Borrowings – Revolving Credits	-	9,307	9,307
Borrowings – Finance lease liabilities	6	-	6
Borrowings – Term loan	-	106	106
Sub-totals	6	9,413	9,419
Grand total	17	54,813	54,830

Group's borrowings in Ringgit Malaysia equivalent analysed by currencies in which the borrowings are denominated were as follows:-

	31 March 2016	
	Long- term borrowings RM'000	**Short-term borrowings RM'000**
Ringgit Malaysia	6	6,511
United States Dollar	9,413	38.900
Total	9,419	45,411

TIEN WAH PRESS HOLDINGS BERHAD
(CO. NO. 340434-K)

B8. Derivative Financial Instruments

As at 31 March 2016, there is no outstanding derivative financial instrument other than as disclosed below.

Foreign currency forward contracts are entered into by the Group in currencies other than the functional currency to manage exposure to the fluctuations in foreign currency exchange rates.

As at 31 March 2016, the Group's outstanding foreign currency forward contracts for the purpose of hedging certain foreign currency-denominated payables are as follows:-

Type of derivative	Notional value RM'000	Fair value RM'000
Foreign currency forward contracts-Less than one year	4,102	3,953

B9. Changes in Material Litigation

As at the date of issuance of this quarterly report, the Company was not engaged in any material litigation.

B10. Dividends

(a) The Directors have recommended the payment of a final single-tier dividend of 14.00 sen per share of RM1.00 each in respect of the financial year ended 31 December 2015 (2014: final single-tier dividend 4.00 sen per share). The proposed final dividend will be subject to the shareholders' approval at the forthcoming Annual General Meeting.

(b) The payment date for the final dividend in respect of the financial year ended 31 December 2015 is on 30 June 2016. In respect of the deposited securities, entitlement to dividends will be determined on the basis of the record of depositors as at 9 June 2016.

(c) The directors do not recommend any interim dividend for the period ended 31 March 2016.

B11. Earnings per share

(a) Basic earnings per share

The calculation of basic earnings per share is based on the net profit attributable to ordinary shareholders over the weighted average number of ordinary shares outstanding.

	Three months ended 31 March	
	2016	**2015**
Profit attributable to equity holders of the Company (RM'000)	5,604	2,088
Weighted average number of ordinary shares in issue ('000)	96,495	96,495
Basic earnings per share (sen)	5.81	2.16

(b) Diluted earnings per share

Not applicable for the Group.

TIEN WAH PRESS HOLDINGS BERHAD
(CO. NO. 340434-K)

B12. Auditor's Report on Preceding Annual Financial Statements

The auditor's report on the audited annual financial statements for the financial year ended 31 December 2015 was unqualified.

B13. Profit for the period

	Current quarter ended 31 March 2016 RM'000
Profit for the period is arrived at after charging:-	
Amortisation of intangible assets	268
Depreciation of property, plant and equipment	6,068
Expenses related to employee benefits	544
Net foreign exchange loss	1,601

Other than the above, there were no allowance for doubtful debts, bad debts written off, allowance for inventories, inventories written off, impairment of assets, gain or loss on disposal of quoted or unquoted securities or investments or properties, gain or loss on derivatives and exceptional items included in the results for the current quarter and financial period ended 31 March 2016.

B14. Retained Earnings

The Group's breakdown of realised and unrealised retained profits pursuant to Paragraphs 2.06 and 2.23 of Bursa Malaysia Securities Berhad Main Market Listing Requirements, are disclosed as follows:-

	31 March 2016 RM'000	31 Dec 2015 RM'000
Total retained earnings of the Company and its subsidiaries :		
Realised	246,837	259,340
Unrealised	(37,219)	(35,548)
	209,618	223,792
Total share of retained earnings of an associate:		
Realised	25,587	24,514
Unrealised	(845)	(554)
	24,742	23,960
Total share of retained earnings of joint venture:		
Realised	(123)	-
Unrealised	(2)	-
	(125)	-
Consolidated adjustments	(83,528)	(102,649)
Total Group retained earnings as per consolidated interim financial statements	150,707	145,103

TIEN WAH PRESS HOLDINGS BERHAD
(CO. NO. 340434-K)

The determination of realised and unrealised profits is based on the Guidance on Special Matter No. 1: *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

DIRECTORS' REPORT

TIEN WAH PRESS HOLDINGS BERHAD

(COMPANY NO: 340434-K)

Postal Address : Peti Surat No.627, Pejabat Pos Jalan Sultan, 46770 Petaling Jaya, Selangor Darul Ehsan, Malaysia.
Factory Address : 9 & 11, Jalan Semangat, 46200 Petaling Jaya, Selangor Darul Ehsan, Malaysia.
Tel No : 03-7956 3866, Fax No : 03-7956 1228, Cable : TYNWAPRESS PETALING JAYA
Website : www.tienwah.com

Registered Office:-

Lot 6.05, Level 6, KPMG Tower
8 First Avenue, Bandar Utama
47800 Petaling Jaya
Selangor Darul Ehsan
Malaysia

Date: 20 June 2016

To: The Shareholders of Tien Wah Press Holdings Berhad ("TWPH" or the "Company")

On behalf of the Board of Directors of TWPH ("**Board**"), I wish to report, after making due enquiries in relation to the period between 31 December 2015, being the date to which the last audited consolidated financial statements of TWPH and its subsidiaries ("**Group**") have been made up, and the date hereof, being a date not earlier than 14 days before the date of this Abridged Prospectus:

(i) the business of the Group has, in the opinion of the Board, been satisfactorily maintained;

(ii) in the opinion of the Board, no circumstances have arisen since the last audited consolidated financial statements of the Company which have adversely affected the trading or the value of the assets of the Group;

(iii) the current assets of the Group appear in the books at values which are believed to be realisable in the ordinary course of business;

(iv) save as disclosed in Section 9.3 of this Abridged Prospectus, there are no other contingent liabilities by reason of any guarantee or indemnity given by the Group;

(v) since the last audited consolidated financial statements of the Company, there has been no default or any known event that could give rise to a default situation, on payments of either interest and/or principal sums in relation to any borrowings of the Group; and

(vi) there has been no material change in the published reserves or unusual factor affecting the profits of the Group since the last audited consolidated financial statements of the Company.

Yours faithfully,
For and on behalf of the Board of
TIEN WAH PRESS HOLDINGS BERHAD

LEE CHEE WHYE
Chief Executive Officer

ADDITIONAL INFORMATION

1. SHARE CAPITAL

(i) Save for the Rights Shares, no other securities in our Company will be allotted or issued on the basis of this Abridged Prospectus later than 12 months after the date of this Abridged Prospectus.

(ii) As at the date of this Abridged Prospectus, we have only one (1) class of shares in our Company, namely the ordinary shares of RM1.00 each, all of which rank *pari passu* with one another.

(iii) Save for our Entitled Shareholders who shall be provisionally allotted with the Rights Shares pursuant to the Rights Issue, no person has been or is entitled to be granted an option to subscribe for any securities in our Company as at the LPD.

2. DIRECTORS' REMUNERATION

The provisions in our Company's Articles of Association in relation to the remuneration of our Directors are set out below (capitalised terms mentioned are as defined in the Article of Association of our Company):

Article 94 - Remuneration

The fees of the Directors shall be such fixed sum as shall from time to time be determined by an ordinary resolution of the Company and shall (unless such resolution otherwise provided) be divisible among the Directors as they may agree, or, failing agreement, equally, except that any Director who shall hold office for part only of the period in respect of which such fees are payable shall be entitled only to rank in such division for the proportion of the fees related to the period during which he has held office Provided Always that:

94.1 fees payable to non-executive Directors shall be by a fixed sum, and not by a commission on or percentage of profits or turnover;

94.2 salaries payable to executive Directors may not include a commission on or percentage of turnover;

94.3 fees payable to Directors shall not be increased except pursuant to a resolution passed at a general meeting, where notice of the proposed increase has been given in the notice convening the meeting; and

94.4 any fee paid to an alternate Director shall be agreed upon himself and the Director nominating him and shall be paid out of the remuneration of the latter.

Article 95 – Reimbursement and Remuneration

95.1 The Directors shall be entitled to be reimbursed for all travelling or such reasonable expenses as may be incurred in attending and returning from meetings of the Directors or of any committee of the Directors or general meetings or otherwise howsoever in or about the business of the Company in the course of the performance of their duties as Directors.

95.2 If by arrangement with the Directors, any Director shall perform or render any special duties or services outside his ordinary duties as a Director in particular without limiting to the generality of the foregoing if any Director being willing shall be called upon to perform extra services or to make any exertion in going or residing away from his usual place of business or residence for any of the purpose of the Company or in giving special attention to the business of the Company as a member of a committee of Directors, the Directors may pay him special remuneration, in addition to his Director's fees, and such special remuneration may be by way of a fixed sum, or otherwise as may be arranged; provided that any extra remuneration payable to a:

(i) non-executive Director shall not include a commission on or percentage of profits or of turnover; and

(ii) executive Director shall not include a commission on or percentage of turnover.

3. MATERIAL CONTRACTS

Save as disclosed below, our Group has not entered into any material contracts (not being contracts entered into in the ordinary course of business) within the two (2) years preceding the date of this Abridged Prospectus:

(i) A strategic joint venture agreement ("**Joint Venture Agreement**") was entered into between Toyo (Viet) Paper Product Co. Ltd, a subsidiary of TWPH, and Dong Nai Food Industrial Corporation, Vietnam ("**DOFICO**") on 24 May 2015. The Joint Venture Agreement is, *inter-alia*, for the sale of 50% equity interest in Toyo (Viet) Paper Product Co. Ltd to DOFICO for approximately USD 1,600,000 total cash consideration to secure DOFICO print packaging volume. The entry into the Joint Venture Agreement makes Toyo (Viet) Paper Product Co. Ltd a jointly controlled entity of TWPH and DOFICO;

(ii) An irrevocable memorandum of understanding was entered into between Mr. Jacob Joseph Kunju, Manager of Pioneer Paper Industries FZE and Mr. Steven Yen Wen Hwa, our Executive Chairman and Executive Director on 25 February 2016 in relation to the acquisition of the leasehold rights under a JAFZA long term lease on plot MO0744 granted by JAFZA, the building and fixtures except for the movable properties for the cash consideration of AED 4,600,000 (approximately RM5,113,360 based on the Bank Negara Malaysia exchange rate of AED1.00:RM1.1116 as at the LPD);

(iii) A shareholders' agreement was entered between Kemensah Holdings Pte Ltd and Tien Wah Properties Sdn Bhd ("**TWPSB**"), our wholly-owned subsidiary on 16 May 2016 to form and operate a joint venture company currently known as Sterling Model Sdn Bhd ("**SMSB**") for the proposed development of a mixed-use commercial development on leasehold land measuring approximately 13,040 square metres at No 9 & 11, Jalan Semangat, 46200 Petaling Jaya, Selangor Darul Ehsan, under title no: 3674 and 3967, Lot 30 & 4, Section 13 Municipality of Petaling Jaya, Selangor Darul Ehsan ("**Land**");

(iv) A sale and purchase agreement entered between TWPSB and SMSB on 16 May 2016 for the disposal of the Land for the cash consideration of RM63,750,000;

(v) A sale and purchase agreement was entered into between CRB Middle East FZCO and our Company on 19 May 2016 in relation to the acquisition of leasehold rights under a Jebel Ali Free Zone Authority ("**JAFZA**") long term lease on plot number S30605 granted by JAFZA, the building and fixtures for the cash consideration of AED 11,000,000 (approximately RM12,227,600 based on the Bank Negara Malaysia exchange rate of AED1.00:RM1.1116 as at the LPD); and

(vi) The Underwriting Agreement.

4. MATERIAL LITIGATION, CLAIMS OR ARBITRATION

As at the LPD, neither our Company nor our subsidiaries are not engaged in any material litigation, claims or arbitration, either as plaintiff or defendant, and our Company and our subsidiaries do not have any material litigation, claim or arbitration, pending or threatened against our Group which is likely to give rise to any proceedings which may materially or adversely affect the financial position or business of our Group.

5. GENERAL

(i) There is no existing or proposed service contract entered or to be entered into by our Group with any Director or proposed Director, other than those which are expiring or determinable by the employing company without payment of compensation (other than statutory compensation) within one (1) year from the date of this Abridged Prospectus.

(ii) Save as disclosed in this Abridged Prospectus, after having made all reasonable enquiries, the financial conditions and operations of our Group are not affected by any of the following:

(a) known trends, demands, commitments, events or uncertainties that will or are likely to materially increase or decrease the liquidity of our Group;

(b) material commitments for capital expenditure of our Group;

(c) unusual, infrequent events or transactions or significant economic changes which materially affect the amount of reported income from the operations of our Group;

(d) known trends or uncertainties which have had, or will have, a material favourable or unfavourable impact on the revenue or operating income of our Group;

(e) substantial increase in revenues; and

(f) material information, including special trade factors or risks, which are unlikely to be known or anticipated by the general public and which could materially affect the profits of our Group.

6. CONSENTS

Our Principal Adviser and Underwriter, Company Secretaries, principal bankers, Bloomberg Finance LP, Share Registrar, solicitors for the Rights Issue and IMR have given and have not subsequently withdrawn their written consents to the inclusion in this Abridged Prospectus of their names and all references thereto in the form and context in which they appear in this Abridged Prospectus.

Our auditors and reporting accountants have given and have not subsequently withdrawn their written consent for the inclusion of their name, including the reporting accountants' letter on the pro forma consolidated statements of financial position of our Company as at 31 December 2015 and the auditors' report on the consolidated financial statements of our Company for the FYE 31 December 2015 in the form and context in which it appears in this Abridged Prospectus.

7. DOCUMENTS FOR INSPECTION

Copies of the following documents are available for inspection at the Registered Office of our Company at Lot 6.05, Level 6, KPMG Tower, 8 First Avenue, Bandar Utama, 47800 Petaling Jaya, Selangor Darul Ehsan, Malaysia, during normal business hours from Mondays to Fridays (except public holidays) for a period of 12 months from the date of this Abridged Prospectus:

(i) Our Memorandum and Articles of Association;

(ii) The pro forma consolidated statements of financial position of our Company as at 31 December 2015 together with the reporting accountants' letter thereon, as set out in **Appendix III** of this Abridged Prospectus;

(iii) The audited consolidated financial statements of our Company for the past two (2) FYE 31 December 2014 and the FYE 31 December 2015;

(iv) The latest unaudited consolidated financial results of our Company for the three (3)-month FPE 31 March 2016, as set out in **Appendix V** of this Abridged Prospectus;

(v) The Directors' Report, as set out in **Appendix VI** of this Abridged Prospectus;

(vi) The IMR Report;

(vii) The material contracts referred to in **Section 3** above;

(viii) The letters of consent referred to in **Section 6** above; and

(ix) The letters of undertaking by the Undertaking Shareholders.

8. RESPONSIBILITY STATEMENT

This Abridged Prospectus together with the accompanying NPA and RSF have been seen and approved by our Board. They collectively and individually accept full responsibility for the accuracy of the information given herein and confirm that, after having made all reasonable enquiries and to the best of their knowledge and belief, there are no false or misleading statements or other facts which if omitted would make any statement herein false or misleading.

RHB Investment Bank, being our Principal Adviser and Underwriter for the Rights Issue, acknowledges that, based on all available information and to the best of its knowledge and belief, this Abridged Prospectus constitutes a full and true disclosure of all material facts concerning the Rights Issue.

NOTICE OF PROVISIONAL ALLOTMENT OF RIGHTS SHARES

All abbreviations used herein shall have the same meaning as those defined in the "Definitions" page of the abridged prospectus dated 30 June 2016 ("Abridged Prospectus") unless stated otherwise. The Provisional Rights Shares are prescribed securities pursuant to Section 14(5) of the SICDA and therefore, the SICDA and the Rules of Bursa Depository shall apply in respect of dealings in the Provisional Rights Shares.

TIEN WAH PRESS HOLDINGS BERHAD

(Company No.: 340434-K)
(Incorporated in Malaysia under the Companies Act, 1965)

RENOUNCEABLE RIGHTS ISSUE OF 48,247,500 NEW ORDINARY SHARES OF RM1.00 EACH IN TIEN WAH PRESS HOLDINGS BERHAD ("TWPH" OR THE "COMPANY") ("TWPH SHARE(S)") ("RIGHTS SHARE(S)") AT AN ISSUE PRICE OF RM1.00 PER RIGHTS SHARE PAYABLE IN FULL UPON ACCEPTANCE ON THE BASIS OF ONE (1) RIGHTS SHARE FOR EVERY TWO (2) EXISTING TWPH SHARES, HELD ON 30 JUNE 2016 AT 5.00 P.M. ("RIGHTS ISSUE")

Principal Adviser and Underwriter

RHB Investment Bank Berhad
(Company No. 19663-P)
(A Participating Organisation of Bursa Malaysia Securities Berhad)

To: The Entitled Shareholders

Dear Sir/Madam,

Our Board has provisionally allotted to you, in accordance with the approval of the Bursa Securities via its letter dated 13 April 2016 and the resolution passed by our shareholders at the Extraordinary General Meeting of our Company convened on 18 May 2016, the number of Rights Shares as indicated below.

We wish to advise that the following number of Rights Shares have been confirmed by Bursa Depository and upon acceptance, the Rights Shares will be credited into your CDS Account(s), subject to the terms and conditions stated in the Abridged Prospectus and the RSF issued by the Company.

The Provisional Rights Shares are allotted subject to the terms and conditions in the Abridged Prospectus. Bursa Securities has already prescribed the securities of TWPH listed on the Main Market of Bursa Securities to be deposited with Bursa Depository. Accordingly, the Provisional Rights Shares are prescribed securities and, as such, all dealings in the Provisional Rights Shares will be by way of book entries through CDS Accounts and will be governed by the SICDA and the Rules of Bursa Depository.

ALL THE RIGHTS SHARES TO BE ISSUED PURSUANT TO THE RIGHTS ISSUE WILL BE ALLOTTED BY WAY OF CREDITING THE RIGHTS SHARES INTO THE CDS ACCOUNTS OF OUR ENTITLED SHAREHOLDERS AND/OR THEIR RENOUNCEE/TRANSFEREE (IF APPLICABLE). NO PHYSICAL SHARE CERTIFICATE WILL BE ISSUED.

It is the intention of our Board to allot the Excess Rights Shares, if any, in a fair and equitable manner to our Entitled Shareholders and/or their renouncee/transferee (if applicable) who have applied for the Excess Rights Shares in the following order of priority:

(i) firstly, to minimise the incidence of odd lots;
(ii) secondly, on a pro-rata basis and in board lot to our Entitled Shareholders who have applied for the Excess Rights Shares, calculated based on their respective shareholdings as at the Entitlement Date;
(iii) thirdly, on a pro-rata basis and in board lot to our Entitled Shareholders who have applied for the Excess Rights Shares, calculated based on the quantum of their respective Excess Rights Shares applied for; and
(iv) lastly, on a pro-rata basis and in board lot to the renouncee/transferee (if applicable) who have applied for the Excess Rights Shares, calculated based on the quantum of their respective Excess Rights Shares applied for.

Nevertheless, our Board reserves the right to allot any Excess Rights Shares applied for in such manner as they deem fit and expedient, and in the best interest of our Company, subject always to such allocation being made on a fair and equitable basis, and that the intention of our Board as set out in (i) to (iv) above is achieved. Our Board also reserves the right to accept any application for the Excess Rights Shares, in full or in part, without assigning any reason thereof.

NAME, ADDRESS AND CDS ACCOUNT NUMBER OF ENTITLED SHAREHOLDER

NUMBER OF TWPH SHARES HELD AT 5.00 P.M. ON 30 JUNE 2016	NUMBER OF RIGHTS SHARES PROVISIONALLY ALLOTTED TO YOU	AMOUNT PAYABLE IN FULL UPON ACCEPTANCE AT RM1.00 PER RIGHTS SHARE (RM)

IMPORTANT RELEVANT DATES AND TIME:

Entitlement Date	:	Thursday, 30 June 2016 at 5.00 p.m.
Last date and time for sale of provisional allotment of rights	:	Monday, 11 July 2016 at 5.00 p.m.
Last date and time for transfer of provisional allotment of rights	:	Thursday, 14 July 2016 at 4.00 p.m.
Last date and time for acceptance and payment	:	Tuesday, 19 July 2016 at 5.00 p.m.*
Last date and time for excess application and payment	:	Tuesday, 19 July 2016 at 5.00 p.m.*

** or such later date and time as our Board may, at their absolute discretion, determine and announce, not less than two (2) Market Days before such stipulated date and time.*

By order of the Board

Tai Yit Chan (MAICSA 7009143)
Choong Lee Wah (MAICSA 7019418)
Company Secretaries

Share Registrar
Tricor Investor & Issuing House Services Sdn Bhd (11324-H)
Unit 32-01, Level 32
Tower A, Vertical Business Suite
Avenue 3, Bangsar South
No. 8, Jalan Kerinchi
59200 Kuala Lumpur
Malaysia
Tel: 603 - 2783 9299
Fax: 603 - 2783 9222

THIS NOTICE OF PROVISIONAL ALLOTMENT IS DATED 30 JUNE 2016

RIGHTS SUBSCRIPTION FORM

ALL ABBREVIATIONS USED HEREIN SHALL HAVE THE SAME MEANING AS THOSE DEFINED IN THE "DEFINITIONS" PAGE OF THE ABRIDGED PROSPECTUS DATED 30 JUNE 2016 ("ABRIDGED PROSPECTUS") UNLESS STATED OTHERWISE. THIS RIGHTS SUBSCRIPTION FORM ("RSF") IS ISSUED FOR THE PURPOSE OF ACCEPTING THE RIGHTS SHARES AND APPLYING FOR EXCESS RIGHTS SHARES PURSUANT TO THE RIGHTS ISSUE OF TWPH. THE LAST DATE AND TIME FOR ACCEPTANCE AND PAYMENT IS 19 JULY 2016 AT 5.00 P.M. OR SUCH LATER DATE AND TIME AS THE BOARD MAY, AT THEIR ABSOLUTE DISCRETION, DETERMINE AND ANNOUNCE, NOT LESS THAN TWO (2) MARKET DAYS BEFORE SUCH STIPULATED DATE AND TIME. THIS RSF IS ONLY APPLICABLE TO PERSONS WHO HAVE THE PROVISIONAL RIGHTS SHARES STANDING TO THE CREDIT OF HIS/HER CDS ACCOUNT. ENTITLED SHAREHOLDERS AND/OR THEIR RENOUNCEE/TRANSFEREE (IF APPLICABLE) ARE ADVISED AGAINST COMPLETING THIS RSF WITHOUT FIRST HAVING READ, UNDERSTOOD AND CAREFULLY CONSIDERED THE CONTENTS OF THE ABRIDGED PROSPECTUS.

TIEN WAH PRESS HOLDINGS BERHAD

(Company No.: 340434-K)
(Incorporated in Malaysia under the Companies Act, 1965)

RENOUNCEABLE RIGHTS ISSUE OF 48,247,500 NEW ORDINARY SHARES OF RM1.00 EACH IN TWPH ("TWPH SHARE(S)") ("RIGHTS SHARE(S)") AT AN ISSUE PRICE OF RM1.00 PER RIGHTS SHARE PAYABLE IN FULL UPON ACCEPTANCE ON THE BASIS OF ONE (1) RIGHTS SHARE FOR EVERY TWO (2) EXISTING TWPH SHARES, HELD ON THURSDAY, 30 JUNE 2016 AT 5.00 P.M. ("RIGHTS ISSUE")

NAME AND ADDRESS OF ENTITLED SHAREHOLDER/ APPLICANT:
(in block letters as per the Record of Depositors of the Company)

NRIC NO./ PASSPORT NO. (STATE COUNTRY)/ COMPANY NO.:

CDS ACCOUNT NO.: | | | | - | | | - | | | | | | | | |

NUMBER OF TWPH SHARES HELD AT 5.00 P.M. ON 30 JUNE 2016	NUMBER OF RIGHTS SHARES PROVISIONALLY ALLOTTED TO YOU	AMOUNT PAYABLE IN FULL UPON ACCEPTANCE AT RM1.00 PER RIGHTS SHARE (RM)

Note: If you have subsequently purchased additional Provisional Rights Shares from the open market, you should indicate your acceptance of the total Provisional Rights Shares that you have standing to the credit in your CDS Account under Part I(A).

* To strike out whichever is not applicable

To: The Board of TWPH

PART I – ACCEPTANCE OF THE PROVISIONAL RIGHTS SHARES AND/OR APPLICATION FOR EXCESS RIGHTS SHARES

In accordance with the terms of this RSF, the NPA and the Abridged Prospectus, I/we* hereby irrevocably:

(A) *accept and pay for the number of Provisional Rights Shares as stated below, which were provisionally *allotted/renounced/transferred to *me/us;
(B) *apply and pay for the Excess Rights Shares as stated below in addition to the above;

in accordance with and subject to the Memorandum and Articles of Association of the Company.

I/We* enclose herewith the appropriate remittance/reference for payment stated below, being the full and exact amount payable for the said number of the Provisional Rights Shares accepted and/or Excess Rights Shares applied for, to be credited into my/our* valid and subsisting CDS Account as stated above:

NUMBER OF PROVISIONAL RIGHTS SHARES ACCEPTED/ EXCESS RIGHTS SHARES APPLIED FOR		FULL AMOUNT PAYABLE AT RM1.00 PER RIGHTS SHARE (RM)	BANKER'S DRAFT/ CASHIER'S ORDER/MONEY ORDER/POSTAL ORDER NO.	PAYABLE TO
(A) ACCEPTANCE				TWPH RIGHTS ISSUE ACCOUNT
(B) EXCESS				TWPH EXCESS RIGHTS ISSUE ACCOUNT

PART II – DECLARATION

I/We* hereby confirm and declare that:-

(i) All information provided by me/us* is true and correct;
(ii) All information relating to my/our* NRIC no./passport no./company no.* and CDS Account no. based on the Record of Depository of the Company is correct; and
- I am 18 years of age or over and not an undischarged bankruptcy;
- I am/We are* resident(s) of Malaysia;
- I am/We are* resident(s) of……………………….. (country) and having ……………………….citizenship. I am/We are* not in any country or jurisdiction in which it is unlawful to make or accept any offer to subscribe for the Provisional Rights Shares and/or Excess Rights Shares and not any person to whom it is unlawful to make such offer, sale, solicitation or invitation except under circumstances that will result in compliance with any applicable law and/or regulations of such country or jurisdiction;
- I am/We are* nominee(s) of a person who is a Bumiputera/Non-Bumiputera/Non-Citizen* resident in ……………………… (country) and having ……………………… citizenship; and
- I/We* consent to TWPH and the Share Registrar collecting information and personal data (collectively "**Data**") required herein, to process and disclose such Data to any person for the purposes of implementing the Rights Issue and storing such Data in any servers located in Malaysia in accordance with the relevant laws and regulations.

I/We* have read and understood and hereby accept all the terms and conditions set out in this RSF, the NPA and the Abridged Prospectus and further confirm compliance with all the requirements for acceptance as set out herein.

AFFIX MALAYSIAN REVENUE STAMP OF RM10.00 HERE

Signature/Authorised Signatory(ies)
(Corporate bodies must affix their Common Seal)

Date

Contact telephone no. (Office/ Mobile)

LAST DATE AND TIME FOR:-

Acceptance and payment .... : Tuesday, 19 July 2016 at 5.00 p.m.^
Excess application and payment .... : Tuesday, 19 July 2016 at 5.00 p.m.^

^ *or such later date and time as the Board may, at their absolute discretion, determine and announce, not less than two (2) market days before such stipulated date and time.*

NOTES AND INSTRUCTIONS FOR COMPLETION OF THIS RSF

THIS RSF IS NOT A TRANSFERABLE OR NEGOTIABLE INSTRUMENT. IN ACCORDANCE WITH THE REQUIREMENTS OF THE CMSA, THIS RSF MUST NOT BE CIRCULATED UNLESS ACCOMPANIED BY THE ABRIDGED PROSPECTUS.

If you are in any doubt as to the action you should take, you should consult your stockbroker, bank manager, solicitor, accountant or other professional advisers immediately. You should address all enquiries concerning the procedures for application, acceptance and payment for the Rights Issue to our Share Registrar, Tricor Investor & Issuing House Services Sdn Bhd at Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia.

YOU SHOULD READ AND UNDERSTAND THE CONTENTS OF THE ABRIDGED PROSPECTUS TO WHICH THIS RSF RELATES BEFORE COMPLETING AND SIGNING THIS RSF.

The Documents are only despatched to the shareholders whose name appear in the Record of Depository of the Company as at 5.00 p.m. on 30 June 2016 who have a registered address in Malaysia or who have provided the Share Registrar with an address in Malaysia not later than 5.00 p.m. on 30 June 2016.

The Documents are not intended to be (and will not be) issued, circulated or distributed in countries or jurisdictions other than Malaysia and no action has been or will be taken to ensure that the Rights Issue complies with the laws of any countries or jurisdictions other than the laws of Malaysia. Any Entitled Shareholder and/or his renouncee/transferee (if applicable) who are residents in countries or jurisdictions other than Malaysia should therefore immediately consult their legal advisers and other professionals as to whether the acceptance or renunciation (as the case may be) of all or any part of their entitlements to the Rights Issue would result in the contravention of any law of such countries or jurisdictions. Neither the Company, RHB Investment Bank nor any other professional advisers shall accept any responsibility or liability in the event that any acceptance and/or renunciation (as the case may be) of the entitlement to the Rights Shares made by the Entitled Shareholder and/or his renouncee/transferee (if applicable) is or shall become illegal, unenforceable, voidable or void in any such countries or jurisdictions.

A copy of the Abridged Prospectus has been registered with the SC. The registration of the Abridged Prospectus should not be taken to indicate that the SC recommends the Rights Issue or assumes responsibility for the correctness of any statement made or opinion or report expressed in the Abridged Prospectus. The SC has not, in any way, considered the merits of the securities being offered for investment. A copy of each of the Documents have also been lodged with the Companies Commission of Malaysia, who takes no responsibility for the contents of these documents.

The approval from shareholders of the Company for the Rights Issue was obtained at the EGM held on 18 May 2016. The approval from Bursa Securities has also been obtained on 13 April 2016 for the listing of and quotation for the Rights Shares on the Main Market of Bursa Securities. However, this is not an indication that Bursa Securities recommends the Rights Issue. The listing of and quotation for the Rights Shares on the Main Market of Bursa Securities are in no way reflective of the merits of the Rights Issue. Bursa Securities does not take any responsibility for the correctness of statements made or opinions expressed in the Abridged Prospectus. The listing of and quotation for the Rights Shares will commence after the receipt of confirmation from Bursa Depository that all the CDS Accounts of the successful Entitled Shareholders and/or their renouncee/transferee (if applicable) have been duly credited and notices of allotment have been despatched to them.

The Board has seen and approved the Documents. They collectively and individually accept full responsibility for the accuracy of the information given and confirm that, after having made all reasonable inquiries and to the best of their knowledge and belief, there are no false or misleading statements or other facts, which if omitted, would make the statements in the Documents false or misleading.

Unless otherwise stated, the unit of currency used in this RSF is Ringgit Malaysia (or "**RM**" in abbreviation) and sen. Terms defined in the Abridged Prospectus shall have the same meanings when used in this RSF, unless they are otherwise defined here or other context otherwise requires.

INSTRUCTIONS:

(I) LAST DATE AND TIME FOR ACCEPTANCE AND PAYMENT

The last date and time for acceptance of and payment for the Provisional Rights Shares and the Excess Rights Shares is **19 July 2016 at 5.00 p.m.**, being the Closing Date, or such later date and time as our Board may, at their absolute discretion, determine and announce, but not less than two (2) market Days before such stipulated date and time.

(II) ACCEPTANCE OF AND PAYMENT FOR THE PROVISIONAL RIGHTS SHARES

If you wish to accept the Provisional Rights Shares, either in full or part, please complete Parts I(A) and II of this RSF in accordance with the notes and instructions printed herein. Each completed RSF must be accompanied by the appropriate remittance made in RM for full and exact amount payable for the Rights Shares accepted, in the form of Banker's Draft or Cashier's Order or Money Order or Postal Order drawn on a bank or post office in Malaysia and made payable to "**TWPH RIGHTS ISSUE ACCOUNT**" and crossed "**ACCOUNT PAYEE ONLY**" and endorsed on the reverse side with your name and CDS Account number to be received by our Share Registrar at Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia or Customer Service Centre at Unit G-3, Ground Floor, Vertical Podium, Avenue 3, Bangsar South, No.8 Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia by **19 July 2016 at 5.00 p.m.** (or such later date and time as our Board may, at their absolute discretion, determine and announce, not less than two (2) market days before such stipulated date and time).

Applications accompanied by payment other than in the manner stated above or with excess or insufficient payment may be rejected at the absolute discretion of our Board. **Details of the remittances must be filled in the appropriate boxes provided in this RSF**.

If acceptance of and payment for the Provisional Rights Shares allotted to you (whether in full or in part) are not received by our Share Registrar, Tricor Investor & Issuing House Services Sdn Bhd at Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia or Customer Service Centre at Unit G-3, Ground Floor, Vertical Podium, Avenue 3, Bangsar South, No.8 Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia by **19 July 2016 at 5.00 p.m.** or any such later date and time as our Board may, at their absolute discretion, determine and announce, your Provisional Rights Shares or remainder thereof (as the case may be) will be deemed to have been declined and will be cancelled.

No acknowledgement of receipt of this RSF or the application monies will be made by our Company or our Share Registrar in respect of the Rights Shares. However, if your application is successful, you will be allotted your Rights Shares, and a notice of allotment will be issued and despatched to you by ordinary post (at your own risk) to the address as shown in the Record of Depositors of the Company provided by Bursa Depository, within eight (8) Market Days from the Closing Date, or such other period as may be prescribed by Bursa Securities. Proof of time of postage shall not constitute proof of time of receipt by our Share Registrar.

(III) APPLICATION FOR EXCESS RIGHTS SHARES

If you are an Entitled Shareholder, you and/or your renouncee/transferee (if applicable) may apply for the Excess Rights Shares in addition to your Provisional Rights Shares. If you wish to do so, please complete Part I(B) of this RSF (in addition to Parts I(A) and II) and forward this RSF (together with a **separate remittance** made in RM for the full and exact amount payable in respect of the Excess Rights Shares applied for) using the envelope provided (at your own risk) to the Share Registrar at Unit 32-01, Level 32, Tower A, Vertical Business Suite, Avenue 3, Bangsar South, No. 8, Jalan Kerinchi, 59200 Kuala Lumpur, Malaysia, so as to arrive by **19 July 2016 at 5.00 p.m.** or any such later date and time as our Board may, at their absolute discretion, determine and announce, not less than two (2) Market Days before such stipulated date and time.

Payment for the Excess Rights Shares applied for should be made in the same manner described in note (II) above, except that the Banker's Draft or Cashier's Order or Money Order or Postal Order drawn on a bank or post office in Malaysia and must be made payable to "**TWPH EXCESS RIGHTS ISSUE ACCOUNT**", and crossed "**ACCOUNT PAYEE ONLY**" and endorsed on the reverse side with your name and CDS Account number to be received by our Share Registrar by the Closing Date. The payment must be made for the full and exact amount payable for the Excess Rights Shares applied for. Any excess or insufficient payment may be rejected at the absolute discretion of our Board. Details of the remittances must be filled in the appropriate boxes provided in this RSF.

No acknowledgement of receipt of this RSF or the application monies will be made by our Company or our Share Registrar in respect of the Excess Rights Shares. However, if your application is successful, you will be allotted with the Excess Rights Shares, and a notice of allotment will be issued and despatched to you by ordinary post (at your own risk) to the address as shown in the Record of Depositors of the Company provided by Bursa Depository, within eight (8) Market Days from the Closing Date, or such other period as may be prescribed by Bursa Securities. Proof of time of postage shall not constitute proof of time of receipt by our Share Registrar.

In respect of unsuccessful or late applications or partially successful applications for the Excess Rights Shares, the full amount or the surplus application monies, as the case may be, will be refunded without interest by ordinary post (at your own risk) to the address as shown in the Record Depositors of our Company provided by Bursa Depository, within fifteen (15) Market Days from the Closing Date.

It is intention of our Board to allot the Excess Rights Shares, if any, in a fair and equitable manner to our Entitled Shareholders and/or their renouncee/transferee (if applicable) who have applied for the Excess Rights Shares in the following order of priority:

(i) firstly, to minimise the incidence of odd lots;
(ii) secondly, on a pro-rata basis and in board lot to our Entitled Shareholders who have applied for the Excess Rights Shares, calculated based on their respective shareholdings as at the Entitlement Date;
(iii) thirdly, on a pro-rata basis and in board lot to our Entitled Shareholders who have applied for the Excess Rights Shares, calculated based on the quantum of their respective Excess Rights Shares applied for; and
(iv) lastly, on a pro-rata basis and in board lot to the renouncee/transferee (if applicable) who have applied for the Excess Rights Shares, calculated based on the quantum of their respective Excess Rights Shares applied for.

Nevertheless, our Board reserves the right to allot any Excess Rights Shares applied for in such manner as they deem fit and expedient, and in the best interest of our Company, subject always to such allocation being made on a fair and equitable basis, and that the intention of our Board as set out in (i) to (iv) above is achieved. Our Board also reserves the right to accept any application for the Excess Rights Shares, in full or in part, without assigning any reason thereof.

(IV) SALE OR TRANSFER OF THE PROVISIONAL RIGHTS SHARES

As the Provisional Rights Shares are prescribed securities, should you wish to sell or transfer all or part of your entitlement to the Provisional Rights Shares to one (1) or more persons, you may do so through your stockbroker without first having to request for a split of the Provisional Rights Shares standing to the credit of your CDS Account. You may sell such entitlement on Bursa Securities for the period up to the last date and time for the sale of the Provisional Rights Shares (in accordance with the Rules of Bursa Depository) or transfer such entitlement to such person as may be allowed pursuant to the Rules of Bursa Depository for the period up to the last date and time for the transfer of the Provisional Rights Shares (in accordance with the Rules of Bursa Depository).

In selling or transferring all or part of your Provisional Rights Shares, you are not required to deliver any document, including this RSF, to any stockbroker. You are however advised to ensure that you have sufficient number of Provisional Rights Shares standing to the credit of your CDS Account before selling or transferring.

A purchaser or transferee of the Provisional Rights Shares may obtain a copy of the Abridged Prospectus and this RSF from his stockbroker, the Share Registrar at the address stated in note III or Bursa Securities' website at http://www.bursamalaysia.com.

(V) GENERAL INSTRUCTIONS

(a) All applicants must sign on the front page of this RSF. All corporate bodies must affix their Common Seals.
(b) The Rights Shares applied by you will be credited into your CDS Account appearing in the Record of Depositors of our Company provided by Bursa Depository.
(c) Any interest or other benefit accruing on or arising from or in connection with any application monies shall be for the sole benefit of our Company and our Company shall not be under any obligation to account for such interest or other benefit to you.
(d) The contract arising from the acceptance of the Provisional Rights Shares by you shall be governed by and construed in accordance with the laws of Malaysia and you shall be deemed to have irrevocably and unconditionally submitted to the exclusive jurisdiction of the courts of Malaysia in respect of any matter in connection with this RSF and the contract arising therefrom.
(e) Applications shall not be deemed to have been accepted by reason of the application monies being presented for payment. The Board reserves the right at its absolute discretion not to accept or to accept in part only any application without providing any reason thereof.
(f) A Malaysian Revenue Stamp (NOT POSTAGE STAMP) of RM10.00 must be affixed on this RSF.
(g) RSF defaced by erasures or any kind of correcting fluid may result in the application being not accepted at the absolute discretion of the Board. Every amendment must be clearly legible and should be countersigned in full by the applicant.
(h) The Entitled Shareholders and/or their renouncees/transferees (if applicable) should note that this RSF and application monies so lodged with our Share Registrar shall be irrevocable and may not subsequently be withdrawn.