



**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 :				



**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)
<b>Gross profit</b>	<b>15,502</b>	<b>15,675</b>	<b>15,502</b>	<b>15,675</b>
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)
<b>Results from operating activities</b>	<b>6,276</b>	<b>72</b>	<b>6,276</b>	<b>72</b>
Finance income	276	300	276	300
Finance costs	(536)	(642)	(536)	(642)
<b>Operating profit</b>	<b>6,016</b>	<b>(270)</b>	<b>6,016</b>	<b>(270)</b>
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)	-
<b>Profit before tax</b>	<b>6,639</b>	<b>1,171</b>	<b>6,639</b>	<b>1,171</b>
Tax expense	(1,004)	(413)	(1,004)	(413)
<b>Profit for the period</b>	<b>5,635</b>	<b>758</b>	<b>5,635</b>	<b>758</b>
<b>Profit for the period attributable to:</b>				
Owners of the Company	5,604	2,088	5,604	2,088
Non-controlling interests	31	(1,330)	31	(1,330)
<b>Profit for the period</b>	<b>5,635</b>	<b>758</b>	<b>5,635</b>	<b>758</b>
<b>Earnings per ordinary share :</b>				
-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)

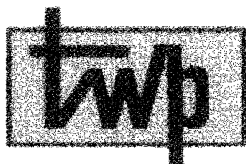


**TIEN WAH PRESS HOLDINGS BERHAD  
(CO.NO.340434-K)**

**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)
<b>Profit for the period</b>	5,635	758	5,635	758
<b>Items that are or may be reclassified subsequently to profit or loss:</b>				
Foreign currency translation differences for foreign operations	(10,366)	3,593	(10,366)	3,593
<b>Total comprehensive income for the period, net of tax</b>	<b>(4,731)</b>	<b>4,351</b>	<b>(4,731)</b>	<b>4,351</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	(1,991)	5,808	(1,991)	5,808
Non-controlling interests	(2,740)	(1,457)	(2,740)	(1,457)
<b>Total comprehensive income for the period, net of tax</b>	<b>(4,731)</b>	<b>4,351</b>	<b>(4,731)</b>	<b>4,351</b>

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

	As at 31 Mar 2016	As at 31 Dec 2015
	(RM '000)	(RM '000)
<b>Assets</b>		
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
<b>Total non-current assets</b>	<b>291,700</b>	<b>304,619</b>
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
<b>Total current assets</b>	<b>172,458</b>	<b>199,087</b>
<b>Total assets</b>	<b>464,158</b>	<b>503,706</b>
<b>Equity</b>		
Share capital	96,495	96,495
Reserves	185,785	187,776
<b>Total equity attributable to owners of the Company</b>	<b>282,280</b>	<b>284,271</b>
<b>Non-controlling interests</b>	<b>59,428</b>	<b>62,168</b>
<b>Total equity</b>	<b>341,708</b>	<b>346,439</b>
<b>Liabilities</b>		
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
<b>Total non-current liabilities</b>	<b>22,273</b>	<b>25,130</b>
Loans and borrowings	45,411	60,076
Trade and other payables	52,998	71,502
Current tax liabilities	1,768	559
<b>Total current liabilities</b>	<b>100,177</b>	<b>132,137</b>
<b>Total liabilities</b>	<b>122,450</b>	<b>157,267</b>
<b>Total equity and liabilities</b>	<b>464,158</b>	<b>503,706</b>

(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**  
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**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				Total (RM '000)	Non-controlling Interest (RM '000)	Total Equity (RM '000)
	Share Capital (RM '000)	Share Premium (RM '000)	Translation Reserve (RM '000)	Retained Earnings (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)



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**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
<b>Cash flows from operating activities</b>		
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)
<b>Cash generated from / (used in) operations</b>	5,019	(3,351)
- Interest received	276	300
- Employee benefits used	(559)	(1,536)
- Income tax refunded / (paid)	273	(1,218)
<b>Net cash from / (used in) operating activities</b>	5,009	(5,805)
<b>Cash flows from investing activities</b>		
- 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)
<b>Net cash used in investing activities</b>	(3,780)	(1,382)
<b>Cash flows from financing activities</b>		
- 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)
<b>Net cash (used in) / generated from financing activities</b>	(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
<b>Cash &amp; cash equivalents at 31 March</b>	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
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)

**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.

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**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.

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



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	Three months ended	
	31 March	
	2016	2015
	RM'000	RM'000
<b>Reconciliation of reportable segment profit or loss</b>		
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	<u>6,639</u>	<u>1,171</u>

**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



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**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.

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



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#### **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:-

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



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**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.

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**B5. Tax Expense**

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

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.

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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
<b>Short-term borrowings</b>			
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
	<b>Secured RM'000</b>	<b>Unsecured RM'000</b>	<b>Total RM'000</b>
<b>Long-term borrowings</b>			
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

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**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	Fair value
	RM'000	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.

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**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**

	<b>Current quarter ended 31 March 2016 RM'000</b>
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:-

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





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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.