

RAPID SYNERGY BERHAD

(Company No. 325935-U)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2014**Condensed Consolidated Statement of Financial Position**

	UNAUDITED AS AT 31/12/2014 RM'000	AUDITED AS AT 31/12/2013 RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	6,979	7,372
Investment properties	243,160	238,950
Prepaid lease payments	2,555	2,628
Other investments	21,291	260
Deferred tax assets	309	323
	<u>274,294</u>	<u>249,533</u>
Current Assets		
Inventories	1,244	2,071
Receivables, deposits and prepayment	11,067	16,430
Assets classified as held for sale	6,160	2,408
Current tax assets	509	1,351
Cash & bank balances	4,766	4,889
	<u>23,746</u>	<u>27,149</u>
TOTAL ASSETS	<u>298,040</u>	<u>276,682</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	87,432	87,334
Reserves	46,518	34,672
Total equity	<u>133,950</u>	<u>122,006</u>
Non-current liabilities		
Loan and borrowings	108,615	114,311
Deferred income	1,182	1,237
Deferred tax liabilities	468	812
	<u>110,265</u>	<u>116,360</u>
Current liabilities		
Loan and borrowings	27,659	22,987
Payables and accruals	26,020	15,136
Provision for taxation	91	138
Deferred income	55	55
	<u>53,825</u>	<u>38,316</u>
Total liabilities	<u>164,090</u>	<u>154,676</u>
TOTAL EQUITY AND LIABILITIES	<u>298,040</u>	<u>276,682</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	1.53	1.40

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements).

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INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2014

The Board of directors is pleased to submit its quarterly report on the consolidated results of the group for the fourth quarter ended 31 December 2014. The figures have not been audited.

Condensed Consolidated Statement of Comprehensive Income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER 31/12/2014 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/12/2013 RM'000 (Restated)	CURRENT YEAR TO DATE 31/12/2014 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/12/2013 RM'000 (Restated)
Continuing Operations				
Revenue	8,111	8,344	28,584	26,185
Cost of sales	(2,773)	(3,869)	(9,540)	(10,076)
Gross profit	5,338	4,475	19,044	16,109
Interest income	-	-	14	1
Profit on disposal of investment properties	-	-	13,690	3,423
Other income	140	-	1,957	-
Administrative and Distribution expenses	(5,475)	(636)	(5,588)	(4,631)
Depreciation of investment properties and PPE	(1,327)	(1,238)	(5,082)	(4,940)
Other expenses	(732)	-	(2,213)	(1,343)
Finance costs	(2,472)	(2,569)	(9,425)	(9,694)
Profit/(Loss) before tax	(4,528)	32	12,397	(1,075)
Income tax expense	122	-	(906)	(785)
Profit/(Loss) for continuing operations	(4,406)	32	11,491	(1,860)
Discontinued operations				
- Profit from discontinued operations	-	-	-	4,481
Profit for the period	(4,406)	32	11,491	2,621
Other comprehensive income, net of tax				
- fair value of available-for-sale financial assets	174	-	357	-
Total comprehensive income for the year	(4,232)	32	11,848	2,621
Profit/(Loss) attributable to:				
- from continuing operations	(4,232)	32	11,848	(1,860)
- from discontinued operations	-	-	-	4,481
	(4,232)	32	11,848	2,621
Earning/(Loss) per share attributable to shareholders of the parent:				
- from continuing operations	(5.04)	0.04	13.15	(2.13)
- from discontinuing operations	-	-	-	5.13
Basic earnings/(loss) per ordinary share (sen)	(5.04)	0.04	13.15	3.00
- from continuing operations	(4.25)	0.03	11.08	(1.83)
- from discontinued operations	-	-	-	4.41
Diluted earnings/(loss) per ordinary share (sen)	(4.25)	0.03	11.08	2.58

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statement for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements).

RAPID SYNERGY BERHAD

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INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2014**Condensed Consolidated Statement of Changes in Equity**

	<-----Attributable to shareholders of the parent----->				
	<----- Non-distributable----->			Distributable	
	Share Capital RM'000	Share Premium RM'000	Fair Value Reserve RM'000	Retained Earnings RM'000	Total RM'000
At 1 January 2013	87,334	595	-	31,455	119,384
Total comprehensive income for the period	-	-	-	2,621	2,621
Shares Issued pursuant to exercise of warrant at RM1.00 per share	-	-	-	-	-
At 31 December 2013	<u>87,334</u>	<u>595</u>	<u>-</u>	<u>34,076</u>	<u>122,005</u>
At 1 January 2014	87,334	595	-	34,076	122,005
Fair value of available-for-sale financial assets	-	-	356	-	356
Profit for the period	-	-	-	11,491	11,491
Total comprehensive income for the period	-	-	356	11,491	11,847
Shares Issued pursuant to exercise of warrant at RM1.00 per share	98	-	-	-	98
At 31 December 2014	<u><u>87,432</u></u>	<u><u>595</u></u>	<u><u>356</u></u>	<u><u>45,567</u></u>	<u><u>133,950</u></u>

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INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2014**Condensed Consolidated Statement of Cash Flows**

	12 months period ended 31 December	
	2014	2013
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before tax		
- continuing operations	12,397	(405)
- discontinued operations	-	3,812
	<u>12,397</u>	<u>3,407</u>
Adjustment for:-		
Depreciation and amortisation	5,082	5,591
Interest income	(14)	(1)
Interest expense	9,425	9,689
Impairment of property, plant & equipment	-	244
Gain on disposal of assets held for sale	(5,497)	(899)
Gain on disposal of subsidiary company	-	(6,837)
Gain on disposal of Investment properties	(8,935)	(2,525)
Unrealised (gain)/loss on foreign exchange	-	(38)
	<u>12,458</u>	<u>8,631</u>
Operating profit before working capital changes		
Decrease/(Increase) in:		
Inventories	827	160
Receivables	5,363	(12,817)
Increase/(Decrease) in:		
Deferred income	(55)	(55)
Payables	10,884	12,719
	<u>29,477</u>	<u>8,638</u>
Cash generated from operating activities		
Tax (paid)/refund	(441)	(1,354)
	<u>29,036</u>	<u>7,284</u>
Net cash generated from operating activities		
CASH FLOW FROM INVESTING ACTIVITIES		
Additional to properties, plant & equipment	(430)	(1,074)
Additional to investment properties	(17,706)	(101)
Interest received	14	1
Proceeds from sales of discontinued operation net of cash and cash equivalents disposed	-	187
Acquisition of other investment	(20,675)	-
Proceeds from disposal of assets held for sale	7,900	2,390
Proceeds from disposal of investment properties	12,580	8,305
	<u>(18,317)</u>	<u>9,708</u>
Net cash (used in)/generated from investing activities		
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of finance lease liability	(166)	(37)
Drawdown term loan	8,099	4,419
Redeem term loan	(2,115)	-
Interest paid	(9,425)	(9,689)
Repayment of term loan	(10,717)	(11,750)
Proceeds from conversion of warrants to shares	98	-
	<u>(14,226)</u>	<u>(17,057)</u>
Net cash used in financing activities		
Net decrease in cash and cash equivalents	<u>(3,507)</u>	<u>(65)</u>
Cash and cash equivalents at 1 January	<u>(8,504)</u>	<u>(8,439)</u>
Cash and cash equivalents at 31 December	<u><u>(12,011)</u></u>	<u><u>(8,504)</u></u>

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INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2014**Condensed Consolidated Statement of Cash Flows**

	12 months period ended 31 December	
	2014	2013
	RM'000	RM'000
Net Cash Generated From Operating Activities	29,036	7,284
Net Cash (Used In)/Generated From Investing Activities	(18,317)	9,708
Net Cash Used In Financing Activities	(14,226)	(17,057)
NET CHANGE IN CASH AND CASH EQUIVALENTS	<u>(3,507)</u>	<u>(65)</u>
CASH AND CASH EQUIVALENTS AT 1 JANUARY	(8,504)	(8,439)
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	<u><u>(12,011)</u></u>	<u><u>(8,504)</u></u>
Cash and Cash Equivalents at 31 December consist of:-		
Cash and bank balances	4,766	4,889
Bank overdrafts	(15,986)	(12,602)
Less: Deposit pledged to the financial institutions	(791)	(791)
	<u><u>(12,011)</u></u>	<u><u>(8,504)</u></u>

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