

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2015

Condensed Consolidated Statement of Financial Position

	UNAUDITED AS AT 30/06/2015 RM'000	AUDITED AS AT 31/12/2014 RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	4,864	6,977
Investment properties	240,516	243,162
Prepaid lease payments	5,062	2,555
Other investments	7,747	21,291
Deferred tax assets	302	156
	<u>258,491</u>	<u>274,141</u>
Current Assets		
Inventories	978	1,244
Receivables, deposits and prepayment	12,268	11,067
Assets classified as held for sale	2,572	6,160
Current tax assets	475	509
Cash & bank balances	4,404	4,766
	<u>20,697</u>	<u>23,746</u>
TOTAL ASSETS	<u>279,188</u>	<u>297,887</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	87,434	87,432
Reserves	30,027	46,365
Total equity	<u>117,461</u>	<u>133,797</u>
Non-current liabilities		
Loan and borrowings	115,334	108,615
Deferred income	1,154	1,182
Deferred tax liabilities	693	468
	<u>117,181</u>	<u>110,265</u>
Current liabilities		
Loan and borrowings	25,352	27,659
Payables and accruals	18,981	26,020
Provision for taxation	158	91
Deferred income	55	55
	<u>44,546</u>	<u>53,825</u>
Total liabilities	<u>161,727</u>	<u>164,090</u>
TOTAL EQUITY AND LIABILITIES	<u>279,188</u>	<u>297,887</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	1.34	1.53

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements).

RAPID SYNERGY BERHAD

(Company No. 325935-U)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2015

The Board of directors is pleased to submit its quarterly report on the consolidated results of the group for the second quarter ended 30 June 2015. The figures have not been audited.

Condensed Consolidated Statement of Comprehensive Income

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER 30/06/2015 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2014 RM'000	CURRENT YEAR TO DATE 30/06/2015 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2014 RM'000
Continuing Operations				
Revenue	7,195	7,168	14,495	14,816
Cost of sales	(2,324)	(2,565)	(4,340)	(5,270)
Gross profit	4,871	4,603	10,155	9,546
Interest income	-	-	13	13
Profit on disposal of investment properties	3,103	5,206	8,548	9,961
Other income	50	32	123	62
Administrative and Distribution expenses	(17,239)	(1,205)	(25,201)	(2,375)
Depreciation of investment properties and PPE	(1,265)	(1,244)	(2,550)	(2,485)
Other expenses	(737)	(666)	(1,427)	(1,310)
Finance costs	(2,487)	(2,186)	(4,970)	(4,523)
(Loss)/Profit before tax	(13,704)	4,540	(15,309)	8,889
Income tax expense	(471)	(461)	(672)	(914)
Total comprehensive income for the year	(14,175)	4,079	(15,981)	7,975
Attributable to:				
Shareholders of the parent	(14,175)	4,079	(15,981)	7,975
minority interests	-	-	-	-
	(14,175)	4,079	(15,981)	7,975
Earning/(Loss) per share attributable to shareholders of the parent:				
Basic earnings/(loss) per ordinary share (sen)	(16.21)	4.67	(18.28)	9.13
Diluted earnings/(loss) per ordinary share (sen)	(13.61)	3.96	(15.34)	7.74

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statement for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements).

RAPID SYNERGY BERHAD

(Company No. 325935-U)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2015**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 2014	87,334	595	-	34,077	122,006
Total comprehensive income for the period	-	-	-	7,975	7,975
Shares Issued pursuant to exercise of warrant at RM1.00 per share	24	-	-	-	24
At 30 June 2014	<u>87,358</u>	<u>595</u>	<u>-</u>	<u>42,052</u>	<u>130,005</u>
At 1 January 2015	87,433	595	357	45,413	133,798
Fair value of available-for-sale financial assets	-	-	(357)	-	(357)
Loss for the period	-	-	-	(15,981)	(15,981)
Total comprehensive income for the period	-	-	(357)	(15,981)	(16,338)
Shares Issued pursuant to exercise of warrant at RM1.00 per share	1	-	-	-	1
At 30 June 2015	<u>87,434</u>	<u>595</u>	<u>-</u>	<u>29,432</u>	<u>117,461</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements).

RAPID SYNERGY BERHAD

(Company No. 325935-U)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2015**Condensed Consolidated Statement of Cash Flows**

	6 months period ended 30 June	
	2015 RM'000	2014 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Loss before tax	(15,309)	8,889
Adjustment for:-		
Depreciation and amortisation	2,550	2,485
Interest income	(13)	(13)
Interest expense	4,970	4,523
Impairment of other investment	22,219	-
Gain from disposal of Investment properties	(8,548)	(9,961)
Operating (loss)/profit before working capital changes	5,869	5,923
Decrease/(Increase) in:		
Inventories	266	482
Receivables	(1,201)	(719)
Increase/(Decrease) in:		
Deferred income	(28)	(28)
Payables	(7,039)	(501)
Cash (used in)/generated from operating activities	(2,133)	5,157
Tax (paid)/refund	(492)	153
Net cash (used in)/generated from operating activities	(2,625)	5,310
CASH FLOW FROM INVESTING ACTIVITIES		
Additional to properties, plant & equipment	(26)	(900)
Additional to investment properties	(272)	(20)
Interest received	13	13
Acquisition of other investment	(18,148)	-
Proceeds from disposal of other investment	9,117	-
Proceeds from disposal of investment properties	12,136	13,680
Net cash generated from/(used in) investing activities	2,820	12,773
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of finance lease liability	(135)	(93)
Drawdown term loan	11,455	5,440
Redeem term loan	(615)	(794)
Interest paid	(4,970)	(4,523)
Repayment of term loan	(5,019)	(5,610)
Proceeds from conversion of warrants to shares	1	24
Net cash generated from/(used in) financing activities	717	(5,556)
Net increase in cash and cash equivalents	912	12,527
Cash and cash equivalents at 1 January	(12,424)	(8,504)
Cash and cash equivalents at 30 June	(11,512)	4,023

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements).

RAPID SYNERGY BERHAD

(Company No. 325935-U)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2015**Condensed Consolidated Statement of Cash Flows**

	6 months period ended 30 June	
	2015 RM'000	2014 RM'000
Net Cash (Used In)/Generated From Operating Activities	(2,625)	5,310
Net Cash Generated From Investing Activities	2,820	12,773
Net Cash Generated From/(Used In) Financing Activities	717	(5,556)
NET CHANGE IN CASH AND CASH EQUIVALENTS	<u>912</u>	<u>12,527</u>
CASH AND CASH EQUIVALENTS AT 1 JANUARY	(12,424)	(8,504)
CASH AND CASH EQUIVALENTS AT 30 JUNE	<u><u>(11,512)</u></u>	<u><u>4,023</u></u>
Cash and Cash Equivalents at 30 June consist of:-		
Cash and bank balances	4,404	10,499
Bank overdrafts	(14,712)	(5,685)
Less: Deposit pledged to the financial institutions	(1,204)	(791)
	<u><u>(11,512)</u></u>	<u><u>4,023</u></u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements).