

DAIBOCHI PLASTIC AND PACKAGING INDUSTRY BHD (12994-W)

Quarterly Report for the second quarter ended June 30, 2014

The Board of Directors is pleased to submit its quarterly report on the consolidated results of the Group for the second quarter ended June 30, 2014. The figures have not been audited.

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	3 Months ended		6 Months ended	
	30.06.2014	30.06.2013	30.06.2014	30.06.2013
	RM'000	RM'000	RM'000	RM'000
Revenue	86,975	69,460	177,368	142,846
Operating profit	8,713	8,290	17,985	17,847
Finance costs	(465)	(235)	(888)	(449)
Share of results of an associate	104	16	145	175
Profit before tax	8,352	8,071	17,242	17,573
Income tax expense	(2,136)	(2,056)	(4,422)	(4,446)
Profit for the period	6,216	6,015	12,820	13,127
Other comprehensive income for the period, net of tax:				
Exchange differences arising on translation of foreign operations	25	(449)	193	(397)
Total comprehensive income for the period	6,241	5,566	13,013	12,730
Earnings per ordinary share attributable to owners of the Company				
- Basic (sen)	5.46	5.29	11.26	11.56

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Report for the financial year ended December 31, 2013 and the accompanying explanatory notes attached to the interim financial statements.)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As Of 30.06.2014 RM'000	Audited As Of 31.12.2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	115,661	110,001
Land held for property development	2,807	2,807
Investment in an associate	23,901	23,756
Deferred tax assets	62	60
Total non-current assets	142,431	136,624
Current assets		
Inventories	59,919	57,349
Trade and other receivables	79,379	72,844
Tax recoverable	24	-
Derivative financial assets	10	118
Short-term deposits, cash and bank balances	5,427	13,669
Total current assets	144,759	143,980
Total assets	287,190	280,604
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	113,853	113,853
Share premium	2,941	2,910
Treasury shares	(479)	(167)
Translation reserve	5	(188)
Retained earnings	49,964	45,678
Total equity	166,284	162,086
Non-current liabilities		
Trade and other payables	86	75
Borrowings		
- interest bearing	13,284	11,546
Deferred tax liabilities	9,566	8,270
Total non-current liabilities	22,936	19,891
Current liabilities		
Trade and other payables	47,135	50,591
Derivative financial liabilities	20	-
Borrowings		
- bank overdraft (interest bearing)	902	211
- others (interest bearing)	48,049	45,969
Tax payable	1,864	1,856
Total current liabilities	97,970	98,627
Total liabilities	120,906	118,518
Total equity and liabilities	287,190	280,604

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

DAIBOCHI PLASTIC AND PACKAGING INDUSTRY BHD (12994-W)

Quarterly Report for the second quarter ended June 30, 2014

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	<u>Attributable to Owners of The Company</u>					Total Equity
	Issued Capital	Treasury Shares	Non-Distributable Reserves -		Distributable	
			Share Premium	Translation Reserve	Reserve - Retained Earnings	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as of January 1, 2014	113,853	(167)	2,910	(188)	45,678	162,086
Total comprehensive income for the financial period	-	-	-	193	12,820	13,013
Transactions with owners :						
Dividends paid to owners of the Company	-	-	-	-	(8,534)	(8,534)
Share buy-back	-	(696)	-	-	-	(696)
Disposal of treasury shares	-	384	31	-	-	415
Total transactions with owners	-	(312)	31	-	(8,534)	(8,815)
Balance as of June 30, 2014	113,853	(479)	2,941	5	49,964	166,284
Balance as of January 1, 2013	113,853	(1,052)	2,687	237	34,695	150,420
Total comprehensive income for the financial period	-	-	-	(397)	13,127	12,730
Transactions with owners :						
Dividends paid to owners of the Company	-	-	-	-	(8,530)	(8,530)
Share buy-back	-	(1,558)	-	-	-	(1,558)
Disposal of treasury shares	-	2,012	77	-	-	2,089
Total transactions with owners	-	454	77	-	(8,530)	(7,999)
Balance as of June 30, 2013	113,853	(598)	2,764	(160)	39,292	155,151

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Report for the financial year ended December 31, 2013 and the accompanying explanatory notes attached to the interim financial statements.)

DAIBOCHI PLASTIC AND PACKAGING INDUSTRY BHD (12994-W)

Quarterly Report for the second quarter ended June 30, 2014

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited 6 Months ended 30.06.2014 RM'000	Unaudited 6 Months ended 30.06.2013 RM'000
CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES		
Cash receipts from customers and other receivables	173,479	139,226
Cash paid to suppliers, employees and other payables	(162,560)	(130,278)
Cash generated from operations	10,919	8,948
Interest received	5	8
Interest paid	(455)	(232)
Tax paid	(3,153)	(3,414)
Net Cash From Operating Activities	7,316	5,310
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES		
Interest received	39	50
Acquisition of a subsidiary	#	-
Purchase of property, plant and equipment	(10,950)	(8,168)
Proceeds from disposal of property, plant and equipment	15	102
Net Cash Used In Investing Activities	(10,896)	(8,016)
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES		
Share buy-back	(696)	(1,558)
Proceeds from disposal of treasury shares	415	2,089
Drawdown of term loans	5,654	2,000
Repayment of term loans	(4,848)	(2,882)
Dividends paid to owners of the Company	(8,534)	(8,530)
Interest paid	(433)	(217)
Proceeds from short-term borrowings (net)	3,150	13,122
Repayment of finance leases	(138)	(131)
Net Cash (Used In)/From Financing Activities	(5,430)	3,893
Net (decrease)/increase in cash and cash equivalents	(9,010)	1,187
Cash and cash equivalents at beginning of financial year	13,458	4,796
Effect of exchange differences	77	(1)
Cash and cash equivalents at end of financial period	4,525	5,982
* Cash and cash equivalents at end of financial period consist of:-		
Short-term deposits with licensed banks	-	916
Cash and bank balances	5,427	5,092
Housing Development Account with licensed bank	-	166
Bank overdrafts	(902)	(192)
	4,525	5,982

Denotes RM3

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Report for the financial year ended December 31, 2013 and the accompanying explanatory notes attached to the interim financial statements.)