

DAIBOCHI PLASTIC AND PACKAGING INDUSTRY BHD (12994 - W)
UNAUDITED QUARTERLY REPORT ON THE CONSOLIDATED RESULTS FOR THE FINANCIAL QUARTER ENDED
DECEMBER 31, 2015

The Board of Directors is pleased to submit its quarterly report on the consolidated results of the Group for the fourth quarter ended December 31, 2015. The figures have not been audited.

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	3 Months ended		12 Months ended	
	31.12.2015	31.12.2014	31.12.2015	31.12.2014
	RM'000	RM'000	RM'000	RM'000
Revenue	83,113	84,047	344,953	344,505
Operating profit	9,794	6,865	36,561	32,022
Finance costs	(681)	(525)	(2,371)	(1,942)
Share of profit of equity-accounted associate	(213)	792	1,538	968
Profit before tax	8,900	7,132	35,728	31,048
Income tax expense	(2,312)	(1,232)	(9,007)	(7,312)
Profit for the period	6,588	5,900	26,721	23,736
Other comprehensive income for the period, net of income tax				
Item that will be reclassified subsequently to profit or loss:				
Exchange differences arising on translation of foreign operations	41	24	629	(153)
Total comprehensive income for the period	6,629	5,924	27,350	23,583
Earnings per ordinary share attributable to owners of the Company				
- Basic (sen)	2.41	2.17	9.80	8.70

The earnings per ordinary share for the financial years ended December 31, 2014 and 2015 had been adjusted to reflect the share split involving the subdivision of every one (1) existing ordinary share of RM1.00 each into two (2) ordinary shares of RM0.50 each and bonus issue of one (1) for every five (5) split shares held by the entitled shareholders, which were completed on February 22, 2016.

(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, 2014 and the accompanying explanatory notes attached to the interim financial statements.)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited	Audited
	As Of	As Of
	31.12.2015	31.12.2014
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	133,669	123,225
Investment in an associate	22,191	22,688
Deferred tax assets	114	64
Total non-current assets	155,974	145,977
Current assets		
Inventories	65,116	62,997
Trade and other receivables	54,848	77,220
Tax recoverable	154	123
Derivative financial assets	48	37
Short-term deposits, cash and bank balances	18,988	7,686
Total current assets	139,154	148,063
Total assets	295,128	294,040
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	113,853	113,853
Share premium	3,013	2,941
Treasury shares	-	(2,196)
Translation reserve	288	(341)
Retained earnings	64,320	54,067
Total equity	181,474	168,324
Non-current liabilities		
Trade and other payables	-	52
Borrowings		
- interest bearing	11,961	13,222
Deferred tax liabilities	11,441	10,598
Total non-current liabilities	23,402	23,872
Current liabilities		
Trade and other payables	54,893	54,767
Derivative financial liabilities	341	72
Borrowings		
- bank overdraft (interest bearing)	-	1,172
- others (interest bearing)	31,960	45,127
Tax payable	3,058	706
Total current liabilities	90,252	101,844
Total liabilities	113,654	125,716
Total equity and liabilities	295,128	294,040

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

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	<u>Attributable to Owners of The Company</u>					Total Equity RM'000
	Issued Capital RM'000	Treasury Shares RM'000	Non-Distributable Reserves -		Distributable Reserve -	
			Share Premium RM'000	Translation Reserve RM'000	Retained Earnings RM'000	
Balance as of January 1, 2015	113,853	(2,196)	2,941	(341)	54,067	168,324
Total comprehensive income for the financial period	-	-	-	629	26,721	27,350
Transactions with owners :						
Dividends paid to owners of the Company	-	-	-	-	(16,468)	(16,468)
Share buy-back	-	(3,000)	-	-	-	(3,000)
Disposal of treasury shares	-	5,196	72	-	-	5,268
Total transactions with owners	-	2,196	72	-	(16,468)	(14,200)
Balance as of December 31, 2015	113,853	-	3,013	288	64,320	181,474
Balance as of January 1, 2014	113,853	(167)	2,910	(188)	45,678	162,086
Total comprehensive income for the financial period	-	-	-	(153)	23,736	23,583
Transactions with owners :						
Dividends paid to owners of the Company	-	-	-	-	(15,347)	(15,347)
Share buy-back	-	(2,414)	-	-	-	(2,414)
Disposal of treasury shares	-	385	31	-	-	416
Total transactions with owners	-	(2,029)	31	-	(15,347)	(17,345)
Balance as of December 31, 2014	113,853	(2,196)	2,941	(341)	54,067	168,324

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

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited	Audited
	12 Months ended	12 Months ended
	31.12.2015	31.12.2014
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers and other receivables	388,445	346,190
Cash paid to suppliers, employees and other payables	<u>(319,198)</u>	<u>(305,920)</u>
Cash generated from operations	69,247	40,270
Interest received	46	32
Interest paid	(1,412)	(985)
Tax paid	<u>(5,892)</u>	<u>(6,253)</u>
Net Cash From Operating Activities	<u>61,989</u>	<u>33,064</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	71	33
Dividend income from an associate	2,035	2,036
Purchase of property, plant and equipment, net of finance leases drawdown	(12,768)	(24,656)
Proceeds from disposal of property, plant and equipment	250	102
Net Cash Used In Investing Activities	<u>(10,412)</u>	<u>(22,485)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Share buy-back	(3,000)	(2,414)
Proceeds from disposal of treasury shares	5,268	416
Drawdown of term loans	-	10,999
Repayment of term loans	(9,279)	(10,045)
Dividends paid to owners of the Company	(16,468)	(15,347)
Interest paid	(959)	(957)
(Repayments of)/proceeds from short-term borrowings (net)	(14,094)	160
Repayment of finance leases	<u>(817)</u>	<u>(279)</u>
Net Cash Used In Financing Activities	<u>(39,349)</u>	<u>(17,467)</u>
Net increase/(decrease) in cash and cash equivalents	12,228	(6,888)
Cash and cash equivalents at beginning of financial year	6,514	13,458
Effect of exchange differences	246	(56)
Cash and cash equivalents at end of financial period *	<u>18,988</u>	<u>6,514</u>
* Cash and cash equivalents at end of financial period consist of:-		
Short-term deposits with licensed banks	2,700	-
Cash and bank balances	16,288	7,686
Bank overdrafts	-	(1,172)
	<u>18,988</u>	<u>6,514</u>

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

NOTES TO THE QUARTERLY FINANCIAL REPORT

A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134 Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad's Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended December 31, 2014. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended December 31, 2014.

The significant accounting policies and presentation adopted by the Group for the interim financial statements are consistent with those of the Group's consolidated audited financial statements for the financial year ended December 31, 2014 except for the adoption of the following:

Amendments to FRSs		Effective date
Amendment to FRS 3	Business Combinations (Annual Improvements to FRSs 2010-2012 Cycle and 2011-2013 Cycle)	July 1, 2014
Amendment to FRS 8	Operating Segments (Annual Improvements to FRSs 2010-2012 Cycle)	July 1, 2014
Amendment to FRS 13	Fair Value Measurement (Annual Improvements to FRSs 2010-2012 Cycle and 2011-2013 Cycle)	July 1, 2014
Amendment to FRS 116	Property, Plant and Equipment (Annual Improvements to FRSs 2010-2012 Cycle)	July 1, 2014
Amendments to FRS 119	Defined Benefit Plans: Employee Contributions	July 1, 2014
Amendment to FRS 124	Related Party Disclosures (Annual Improvements to FRSs 2010-2012 Cycle)	July 1, 2014

The adoption of the amendments to FRSs does not have significant financial impact on the financial statements of the Group and of the Company.

Malaysian Financial Reporting Standards ("MFRSs")

On November 19, 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the MFRS Framework.

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual financial periods beginning on or after January 1, 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Interpretation 15 Agreements for Construction of Real Estate, including its parent, significant investor and venturer (herein called 'Transitioning Entities').

Transitioning Entities ("TE") will be allowed to defer adoption of the new MFRS Framework for an additional one year. Consequently, adoption of the MFRS Framework by TE will be mandatory for annual financial periods beginning on or after January 1, 2013. On July 4, 2012, the MASB has decided to allow TE to defer the adoption of the MFRS Framework for another year. The MFRS Framework will therefore be mandated for all companies for annual financial periods beginning on or after January 1, 2014. On August 7, 2013, the MASB has decided to extend the transitional period for another year, i.e. the adoption of the MFRS Framework by all entities for annual financial periods beginning on or after January 1, 2015.

On September 2, 2014, with the issuance of MFRS 15 Revenue from Contracts with Customers and Agriculture: Bearer Plants (Amendments to MFRS 116 and MFRS 141), the MASB announced that TE are required to apply the MFRS Framework for annual periods beginning on or after 1 January 2017. On October 28, 2015, the MASB notified that the effective date of MFRS 15 is deferred to annual periods beginning on or after January 1, 2018. Accordingly, the effective date of application of MFRS Framework of the TE is also deferred to annual periods beginning on or after January 1, 2018.

An associate of the Group falls within the scope of definition of TE and has opted to defer the adoption of the new MFRS Framework and accordingly, the Group will be required to prepare its first set of financial statements using the MFRS Framework for the financial year ending December 31, 2018.

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

A2 Audit report

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

A3 Seasonal or cyclical factors

The operations of the Group during the financial period under review have not been materially affected by any seasonal or cyclical factors.

A4 Unusual items

There were no items during this quarter affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence.

A5 Changes in estimates

The useful life of a printing machine has been reviewed and assessed by the management to better reflect the economic benefits of the machine. The expected useful life of the printing machine has been revised from fifteen years to ten years. The effect of the changes on depreciation expense, recognised in cost of sales, in current and future periods is as follows:

	2015 RM'000	2016 RM'000	2017 RM'000	2018 RM'000	2019 RM'000	Later RM'000
Increase/(decrease) in depreciation expense	206	206	206	206	41	(865)

There were no other changes in estimates of amounts reported in previous year, which have a material effect in the current quarter.

A6 Debt and Equity Securities

During the current quarter, the Company repurchased 14,000 units of its own shares through purchases on Bursa Malaysia Securities Berhad. The total amount paid for acquisition of the shares was RM61,348 including transaction costs and has been deducted from equity. The repurchased transactions were financed by internally generated funds and the average price paid for the shares was RM4.38. The shares repurchased are being held as treasury shares in accordance with Section 67A of the Companies Act 1965.

During the current quarter, the Company had disposed of 450,800 treasury shares valued at RM4.40 for a total net consideration of RM1,983,152 in the open market, resulting in a surplus of RM38,014 which has been credited to the share premium account.

A7 Dividend Paid

	12 months ended	
	31.12.2015	31.12.2014
	RM'000	RM'000
Fourth interim single tier dividend paid for the financial year 2014: 3.50 sen per ordinary share paid on March 27, 2015. (2014: 4.00 sen single tier dividend per ordinary share for the financial year 2013 paid on March 28, 2014).	3,978	4,552
First interim single tier dividend paid for the financial year 2015: 3.50 sen per ordinary share paid on June 19, 2015. (2014: 3.50 sen single tier dividend per ordinary share for the financial year 2014 paid on June 26, 2014).	3,970	3,982
Second interim single tier dividend paid for the financial year 2015: 4.00 sen per ordinary share paid on September 29, 2015. (2014: 3.50 sen single tier dividend per ordinary share for the financial year 2014 paid on September 11, 2014).	4,537	3,978
Third interim single tier dividend paid for the financial year 2015: 3.50 sen per ordinary share paid on December 28, 2015. (2014: 2.50 sen single tier dividend per ordinary share for the financial year 2014 paid on December 11, 2014).	3,983	2,835
	=====	=====

A8 Related party transactions

There were no significant related party transactions for the period under review.

A9 Contingent liabilities

There were no contingent liabilities as at the date of this quarterly report.

A10 Operating segments

No segment information has been prepared as the Group is primarily engaged in manufacturing and marketing of flexible packaging materials.

Geographical Information

The Group operates in three principal geographical areas – Malaysia (country of domicile), Australia and New Zealand ("ANZ").

The Group's revenue from continuing operations from external customers and information about its non-current assets* by geographical location for the twelve months ended are as follows:

	Group	
	31.12.2015	31.12.2014
	RM'000	RM'000
Revenue		
Malaysia	292,619	302,826
Australia	49,205	40,372
New Zealand	3,129	1,307
	=====	=====
	344,953	344,505

	Group	
	31.12.2015	31.12.2014
	RM'000	RM'000
Non-current assets *		
Malaysia	133,544	123,090
Australia	123	130
New Zealand	2	5
	<u>133,669</u>	<u>123,225</u>

* Non-current assets excluding investment in an associate and deferred tax assets.

A11 Capital Commitments

Capital commitments not provided for in the financial statements as of December 31, 2015 were as follows: -

	RM'000
Property, plant and equipment	
- Authorised and contracted for	5,880
- Authorised but not contracted for	1,923
	=====

A12 Subsequent events

Save for the Corporate Proposals as disclosed under Note B7, there were no other material events subsequent to December 31, 2015 and up to the date of the issuance of this quarterly report that have not been reflected in this quarterly report.

A13 Changes in the Composition of the Group

The Company's wholly owned subsidiaries, Daibochi Technology Sdn. Bhd. and Daibochi Trading Sdn. Bhd. had filed applications for striking off from the Companies Commission of Malaysia ("CCM") Register of Companies on November 7, 2014 and March 24, 2015 respectively.

Both subsidiaries have been struck off and dissolved following the publication in the Gazette on March 27, 2015 and September 11, 2015 respectively. However, notifications of the striking off pursuant to Section 308(4) of the Companies Act 1965 were only issued by CCM on June 29, 2015 and February 2, 2016 respectively.

The dissolutions do not have any material effect on the Group's net assets and earnings for the financial year ended December 31, 2015.

There were no other changes in the composition of the Group including business combinations, acquisitions or disposals of subsidiaries and long term investments, restructuring and discontinuing operations as at December 31, 2015.

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

B1 Review of Performance

The Group's performance for the quarter under review as compared to the corresponding quarter of the previous financial year is as tabled below:

Description	4Q15 RM'000	4Q14 RM'000	% Change	12m15 RM'000	12m14 RM'000	% Change
Revenue	83,113	84,047	-1.1	344,953	344,505	+0.1
PBT	8,900	7,132	+24.8	35,728	31,048	+15.1

For the three months ended December 31, 2015 (FY2015), the Group recorded revenue of RM83.11 million as compared to RM84.05 million for the corresponding period in the previous year. During the quarter under review, local revenue decline by 8% resulting from weaker demand post-implementation of the GST. However, export revenue grew favourably mainly due to weaker MYR against other foreign currencies and stronger sales of new and existing products to ANZ market. Overall, total turnover posted a marginal 1.1% decline.

PBT in the current quarter rose by 24.8% to RM8.90 million compared to RM7.13 million in the corresponding period in the previous year. The significant increase in PBT was mainly attributable to improved margin on higher export sales as a result of weaker MYR against other foreign currencies, new product innovations to ANZ market, reduction in raw material prices as well as favourable product mix.

For the financial year ended December 31, 2015, the Group recorded revenue of RM344.95 million as compared to RM344.51 million for the previous financial year. Overall sales for 2015 would have been better if not for the slower domestic sales post GST implementation.

PBT increased 15.1% to RM35.73 million compared to RM31.05 million a year ago. The reasons for the improvement in PBT are disclosed as above.

There were no other material factors affecting the earnings and/or revenue of the Group for the current quarter and year-to-date.

B2 Material Changes in Profit Before Tax for the Quarter Reported On As Compared with the Immediate Preceding Quarter

The Group's current quarter performance as compared to that of the preceding quarter is as tabled below:

Description	4Q15 (RM'000)	3Q15 (RM'000)	% Change
Revenue	83,113	86,010	-3.4
PBT	8,900	9,136	-2.6

For the three months under review, the Group's turnover of RM83.11 million represented a reduction of 3.4% as compared to the turnover of the preceding quarter of RM86.01 million. The reduction in sales was mainly due to lower export sales in the current quarter.

Since the implementation of GST in April 2015, we experienced a significant reduction in local sales for two consecutive quarters (Quarter 2: 4%, Quarter 3: 5%). However, the downtrend of local sales has ended in the current quarter under review where we noted a marginal drop of only 0.4% as compared to the preceding quarter.

The Group recorded PBT of RM8.90 million compared to RM9.14 million in the preceding quarter. The reduction in PBT was mainly due to the recognition of RM292,000 forex loss for the quarter under review as compared to RM1.21m forex gain in preceding quarter.

B3 Prospects

The Group is mindful of ongoing uncertainties in the global economy, the current slump in crude oil prices, and the weaker MYR versus various major currencies. While cognizant of these circumstances, the Group remains steadfast in our strategy to constantly explore opportunities to expand export sales and introduce innovative products. To this end, we have secured contracts for exports which are due to commence deliveries from the second quarter of 2016 onwards.

Domestically, the overall consumer sentiment is largely expected to be negatively impacted by various factors such as the rising cost of living, anticipated rise in unemployment, and increasing household debt. Therefore, the Group intends to maintain our focus on strengthening our foothold overseas by increasing our customer base in the existing export countries we are present in.

Overall, the Group expects to achieve a record turnover and PBT due to the revenue-accretive strategies as described above, accompanied by the ongoing focus on operational improvement. In 2016, there will be substantial capital expenditure on various state-of-the-art machinery to increase the production capacities as well as capabilities to remain the preferred supplier of our valued customers. With the recent Special Reinvestment Allowance incentive given to promote reinvestment by manufacturers, the Group stands to benefit from the tax savings which would enhance bottom line.

B4 Profit Forecast or Profit Guarantee

No profit forecast or profit guarantee was provided.

B5 Profit Before Tax

Profit before tax is arrived at after (crediting)/charging:

	3 months ended		12 months ended	
	31.12.2015 RM'000	31.12.2014 RM'000	31.12.2015 RM'000	31.12.2014 RM'000
Interest income	(70)	(13)	(117)	(65)
Other operating income	(1,213)	(703)	(2,817)	(2,414)
Loss/(gain) on disposal of property, plant and equipment	-	29	(228)	7
Interest expense	681	525	2,371	1,942
Depreciation of property, plant and equipment	3,085	2,907	12,015	11,117
(Reversal of inventories write- down)/inventories write-down -net	(371)	28	672	765
Bad debt written off	2	14	2	14
Foreign exchange loss/(gain)	1,257	(631)	(1,010)	(853)
Foreign exchange (gain)/loss on derivatives	(965)	167	(669)	(206)

Other disclosure items pursuant to Appendix 9B Note 16 of the Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

B6 Income Tax Expense

	3 months ended		12 months ended	
	31.12.2015 RM'000	31.12.2014 RM'000	31.12.2015 RM'000	31.12.2014 RM'000
Current:				
- Malaysian Tax	2,107	1,088	7,778	4,736
- Foreign Tax	73	77	223	333
- Under/(over) provision in prior year	-	-	204	(79)
	<u>2,180</u>	<u>1,165</u>	<u>8,205</u>	<u>4,990</u>
Deferred tax:				
- Current	134	70	812	2,337
- Over provision in prior year	(2)	(3)	(10)	(15)
	<u>2,312</u>	<u>1,232</u>	<u>9,007</u>	<u>7,312</u>

B7 Status of Corporate Proposals

On November 23, 2015, the Company announced its intention to undertake the following proposals:

1. proposed share split involving the subdivision of every one (1) existing ordinary share of RM1.00 each into two (2) ordinary shares of RM0.50 held on an entitlement date to be determined later ("Proposed Share Split");
2. proposed bonus issue of up to 45,540,998 new split shares to be credited as fully paid-up on the basis of one (1) bonus share for every five (5) split shares held on the same entitlement date as the Proposed Share Split ("Proposed Bonus Issue"); and
3. proposed amendments to the Memorandum and Articles of Association of the Company to facilitate the implementation of the Proposed Share Split ("Proposed Amendments") (collectively referred to as the "Proposals").

Bursa Securities' approval on the Proposed Share Split and listing and quotation of up to 45,540,998 new split shares pursuant to the Proposed Bonus Issue was received on December 15, 2015. The Company's shareholders had approved the Proposals at the Extraordinary General Meeting held on January 30, 2016. The Proposals have been completed following the listing of and quotation for the split shares and bonus shares on the Main Market of Bursa Securities on February 22, 2016.

B8 Group Borrowings

Details of the Group's borrowings as of December 31, 2015 were as follows:-

	Current RM'000	Non-Current RM'000
Unsecured - Ringgit Malaysia	20,458	5,402
Unsecured - United States Dollar	8,899	-
Secured - Ringgit Malaysia	2,603	6,559
	<u>31,960</u>	<u>11,961</u>

B9 Financial instruments

The Group enters into foreign currency forward contracts in the normal course of business to manage its exposure against foreign currency fluctuations on trade transactions.

As of December 31, 2015, the Group has the following outstanding derivatives:-

	Principal or Notional Amount RM'000	Fair Value RM'000	Net Loss RM'000
Foreign currency forward contracts:-			
Less than 1 year	34,282	34,575	<u>293</u>

There is no change to the Group's financial risk management policies in managing these derivatives, its related accounting policies and the market risk associated with these derivatives since the last financial year.

B10 Material litigation

There was no pending material litigation as of the date of this quarterly report.

B11 Dividends

The Board is pleased to declare a fourth interim single tier dividend of 1.30 sen for the financial year ended December 31, 2015 and the said dividend will be paid on April 8, 2016 (2014: 3.50 sen single tier dividend) to shareholders whose names appear on the Company's Record of Depositors on March 15, 2016.

The Company had on the date of this report, completed its share split and bonus issue exercise as disclosed in B7 above.

B12 Earnings Per Share

Basic earnings per share is calculated by dividing the profit for the financial period under review attributable to owners of the Company by the weighted average number of ordinary shares in issue during the said financial period, adjusted by the number of ordinary shares repurchased and disposed during the financial period under review.

	3 months ended		12 months ended	
	31.12.2015	31.12.2014	31.12.2015	31.12.2014
		(Restated)		(Restated)
Profit attributable to owners of the Company (RM'000)	<u>6,588</u>	5,900	<u>26,721</u>	23,736
Weighted average number of ordinary shares in issue ('000):				
Issued ordinary shares as of January 1	273,246	273,246	273,246	273,246
Effect of treasury shares held	(414)	(901)	(635)	(423)
Weighted average number of ordinary shares as of December 31	<u>272,832</u>	272,345	<u>272,611</u>	272,823
Basic earnings per share (sen)	<u>2.41</u>	2.17	<u>9.80</u>	8.70

The earnings per ordinary share for the financial years ended December 31, 2014 and 2015 had been adjusted to reflect the share split involving the subdivision of every one (1) existing ordinary share of RM1.00 each into two (2) ordinary shares of RM0.50 each and bonus issue of one (1) for every five (5) split shares held by the entitled shareholders, which were completed on February 22, 2016.

Diluted earnings per ordinary share are not presented as there are no dilutive potential ordinary shares outstanding during the financial year.

B13 Disclosure of realised and unrealised earnings

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

	31.12.2015	31.12.2014
	RM'000	RM'000
Total retained earnings of the Group:-		
- Realised	79,771	68,654
- Unrealised	(11,773)	(10,668)
	67,998	57,986
Total share of retained earnings from an associate:-		
- Realised	(368)	135
- Unrealised	(9)	(15)
	67,621	58,106
Less: Consolidation adjustments	(3,301)	(4,039)
Total Group retained earnings	64,320	54,067

By Order of the Board

Ms TAN GAIK HONG, MIA 4621
Secretary
Melaka

Dated: February 22, 2016
c.c. Securities Commission