

Condensed consolidated interim financial statements

For the three-month period ended 30 April 2014

Condensed consolidated statement of profit or loss and other comprehensive income

	Note	Current quarter 3 months ended		Cumulative quarter 3 months ended	
		30 April 2014 Unaudited RM'000	30 April 2013 Unaudited RM'000	30 April 2014 Unaudited RM'000	30 April 2013 Unaudited RM'000
Revenue		64,863	84,688	64,863	84,688
Cost of sales		(53,611)	(70,119)	(53,611)	(70,119)
Gross profit		11,252	14,569	11,252	14,569
Other operating income		2,866	646	2,866	646
Administrative expenses		(371)	(763)	(371)	(763)
Distribution costs		(401)	(627)	(401)	(627)
Other operating expenses		(4,550)	(6,175)	(4,550)	(6,175)
Operating profit		8,796	7,650	8,796	7,650
Finance costs		(449)	(488)	(449)	(488)
Share of results of associate		358	766	358	766
Profit before tax	8	8,705	7,928	8,705	7,928
Income tax expense	9	(2,232)	(2,391)	(2,232)	(2,391)
Profit for the period, net of tax, attributable to the owners of the Company		6,473	5,537	6,473	5,537
Other comprehensive (loss)/income					
Items that will be reclassified subsequently to profit or loss:					
Foreign exchange translation		(5,055)	(4,338)	(5,055)	(4,338)
Net fair value gain on cash flow hedge		292	-	292	-
Other comprehensive loss for the period		(4,763)	(4,338)	(4,763)	(4,338)
Total comprehensive income for the period, net of tax, attributable to the owners of the Company		1,710	1,199	1,710	1,199
Earnings per share attributable to the owners of the Company (sen):					
Basic	10	2.9	2.5	2.9	2.5
Diluted	10	2.9	2.5	2.9	2.5

The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Condensed consolidated interim financial statements
For the three-month period ended 30 April 2014
Condensed consolidated statement of financial position

		30 April 2014	31 January 2014
	Note	Unaudited RM'000	Audited RM'000
Assets			
Non-current assets			
Property, plant and equipment	11	92,353	92,335
Goodwill	12	876	876
Other intangible assets	13	382	297
Investment in associate		21,461	23,683
Deferred tax assets		2,141	2,254
		<u>117,213</u>	<u>119,445</u>
Current assets			
Inventories	14	35,168	32,182
Trade and other receivables		116,513	143,748
Tax recoverable		-	80
Investment securities	16	2,987	2,272
Cash and bank balances	15	182,031	210,680
		<u>336,699</u>	<u>388,962</u>
Total assets		<u>453,912</u>	<u>508,407</u>
Equity and liabilities			
Equity attributable to the owners of the Company			
Share capital	17	112,654	112,654
Share premium	17	2,093	2,093
Retained earnings		149,080	142,607
Hedging reserve		(1,417)	(1,709)
Foreign currency translation reserve		(13,505)	(8,450)
Total equity		<u>248,905</u>	<u>247,195</u>
Non-current liabilities			
Loans and borrowings	18	7,628	8,391
Deferred tax liabilities		1,642	1,644
		<u>9,270</u>	<u>10,035</u>
Current liabilities			
Trade and other payables		170,689	235,977
Loans and borrowings	18	21,693	8,656
Other financial liabilities	16	494	2,628
Tax payable		2,861	3,916
		<u>195,737</u>	<u>251,177</u>
Total liabilities		<u>205,007</u>	<u>261,212</u>
Total equity and liabilities		<u>453,912</u>	<u>508,407</u>

The condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Condensed consolidated interim financial statements

For the three-month period ended 30 April 2014

Condensed consolidated statement of changes in equity

	Attributable to the owners of the Company					
	Non-Distributable			Distributable		
	Share capital RM'000	Share premium RM'000	Cash flow hedging reserve RM'000	Foreign currency translation reserve RM'000	Retained earnings RM'000	Total RM'000
At 1 February 2013	112,651	2,092	-	(2,108)	120,762	233,397
Total comprehensive income	-	-	-	(4,338)	5,537	1,199
At 30 April 2013	112,651	2,092	-	(6,446)	126,299	234,596
At 1 February 2014	112,654	2,093	(1,709)	(8,450)	142,607	247,195
Total comprehensive income	-	-	292	(5,055)	6,473	1,710
At 30 April 2014	112,654	2,093	(1,417)	(13,505)	149,080	248,905

The condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

Condensed consolidated interim financial statements
For the three-month period ended 30 April 2014
Condensed consolidated statement of cash flows

	Note	3 months ended	
		30 April 2014 Unaudited RM'000	30 April 2013 Unaudited RM'000
<u>Operating activities</u>			
Profit before tax		8,705	7,928
Adjustments for:			
Interest income		(839)	(275)
Finance costs		449	488
Gain on disposal of property, plant and equipment	11	-	(89)
Loss/(gain) on disposal of investment securities		49	(87)
Net fair value gain on held for trading investment securities		(261)	(149)
Amortisation of other intangible assets	13	20	20
Depreciation of property, plant and equipment		856	776
Net unrealised gain on foreign exchange		(1,916)	(89)
Share of results of associate		(358)	(766)
Net unrealised gain arising on financial liabilities designated as at fair value through profit or loss		(633)	-
Other non-cash adjustments		(13)	(168)
Total adjustments		(2,646)	(339)
Operating cash flows before changes in working capital		6,059	7,589
Changes in working capital:			
(Increase)/decrease in inventories		(3,131)	3,952
Decrease/(increase) in trade and other receivables		26,239	(8,643)
Decrease in trade and other payables		(65,774)	(15,242)
Total changes in working capital		(42,666)	(19,933)
Interest income received		839	275
Interest paid		(462)	(985)
Income tax paid		(3,205)	(3,627)
		(2,828)	(4,337)
Net cash used in operating activities		(39,435)	(16,681)
<u>Investing activities</u>			
Purchase of property, plant and equipment		(795)	(68)
Proceeds from disposal of property, plant and equipment		-	89
Acquisition of other intangible assets		(105)	-
Acquisition of investment securities		(1,238)	(591)
Proceeds from disposal of investment securities		630	475
Others		13	168
Net cash (used in)/generated from investing activities		(1,495)	73
<u>Financing activities</u>			
Drawdown/(repayment) of bank borrowings		11,425	(10,521)
Net cash generated from/(used in) financing activities		11,425	(10,521)
Net change in cash and cash equivalents		(29,505)	(27,129)
Effect of foreign exchange rate changes		288	(1,401)
Cash and cash equivalents at 1 February		209,880	117,835
Cash and cash equivalents at 30 April*		180,663	89,305
* Cash and cash equivalents comprise the following at 30 April:			
Cash and bank balances		182,031	90,534
Bank overdrafts		(1,368)	(1,229)
Total cash and cash equivalents		180,663	89,305

The condensed consolidated statement of cash flows should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

Explanatory notes pursuant to MFRS 134

For the three-month period ended 30 April 2014

1 Corporate information

George Kent (Malaysia) Berhad is a public limited liability company incorporated and domiciled in Malaysia, and is listed on Bursa Malaysia Securities Berhad ("Bursa").

These condensed consolidated interim financial statements were approved by the Board of Directors on 30 June 2014.

2 Basis of preparation

These condensed consolidated interim financial statements, for the period ended 30 April 2014, have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa. These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standard Board and should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 January 2014.

The consolidated financial statements of the Group for the financial year ended 31 January 2014 are available upon request from the Company's registered office at Lot 1115, Batu 15, Jalan Dengkil, 47100 Puchong, Selangor Darul Ehsan.

The explanatory notes attached to these condensed consolidated 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 31 January 2014.

3 Significant accounting policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 January 2014, except for the adoption of the following amendments to MFRSs:

Effective for financial periods beginning on or after 1 January 2014

- Amendments to MFRS 10, MFRS 12 and MFRS 127: Investment Entities
- Amendments to MFRS 132: Financial Instruments: Presentation (Amendments relating to Offsetting Financial Assets and Financial Liabilities)
- Amendments to MFRS 136: Impairment of Assets (Amendments relating to Recoverable Amounts Disclosures for Non-Financial Assets)
- Amendments to MFRS 139: Financial Instruments: Recognition and Measurement (Amendments relating to Novation of Derivatives and Continuation of Hedge Accounting)

The Directors expect that the adoption of the above Amendments to MFRSs will not result in any significant changes in the accounting policies and will not have any significant effect on the financial position, results and disclosures in the financial statements of the Group and the Company in the period of initial application.

Explanatory notes pursuant to MFRS 134

For the three-month period ended 30 April 2014

4 Changes in estimates

There were no changes in estimates that have had a material effect in the current interim results.

5 Changes in composition of the Group

There were no significant changes in the composition of the Group during the current interim period.

6 Segment information

Segment information is presented in respect of the Group's operating segments. The activities within each of these segments are explained below:

(a) Manufacturing and Trading

Manufacturing and Trading comprises mainly revenue derived from the production, marketing and trading of water related product and services.

(b) Construction

Construction comprises mainly revenue derived from the execution of construction contracts.

(c) Infrastructure Investment

Infrastructure Investment comprises mainly income derived from investments in infrastructure.

There has been no material change in total assets and no differences in the basis of segmentation or in the basis of measurement of segment profit or loss as compared to the last annual financial statements except for Infrastructure Investment being reported separately.

	Manufac- turing and Trading RM'000	Construction RM'000	Infrastruc- ture Investment RM'000	Others RM'000	Adjustments and eliminations RM'000	Per condensed consolidated financial statements RM'000
Current quarter						
3 months period ended 30 April 2014						
Revenue:						
External customers	22,251	38,674	3,938	-	-	64,863
Results:						
Interest income	-	-	18	82	739	839
Depreciation and amortisation	449	159	53	-	215	876
Share of results of associate	-	-	358	-	-	358
Segment profit (Note A)	4,055	3,873	1,495	1,456	(2,174)	8,705
3 months period ended 30 April 2013						
Revenue:						
External customers	28,693	51,558	4,437	-	-	84,688
Results:						
Interest income	-	-	31	94	150	275
Depreciation and amortisation	510	45	33	-	208	796
Share of results of associate	-	-	766	-	-	766
Segment profit (Note A)	2,624	4,643	3,059	436	(2,834)	7,928

Explanatory notes pursuant to MFRS 134

For the three-month period ended 30 April 2014

6 Segment information (continued)

Note A

The following items are deducted from segment profit to arrive at "Profit before tax" presented in the consolidated statement of profit or loss and other comprehensive income:

	Current quarter		Cumulative quarter	
	3 months ended		3 months ended	
	30 April	30 April	30 April	30 April
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Finance costs	(449)	(488)	(449)	(488)
Unallocated corporate expenses	(1,725)	(2,346)	(1,725)	(2,346)
	<u>(2,174)</u>	<u>(2,834)</u>	<u>(2,174)</u>	<u>(2,834)</u>

Manufacturing and Trading

Revenue of RM22.25 million for the current quarter ended 30 April 2014 is 22% lower compared to RM28.69 million for the corresponding quarter in 2013. However, segment profit of RM4.06 million for the current quarter ended 30 April 2014 is 55% higher as compared to RM2.62 million for the corresponding quarter in 2013 mainly due to lower operating expenses in current quarter.

Construction

Revenue of RM38.67 million for the current quarter ended 30 April 2014 is 25% lower as compared to RM51.56 million for the corresponding quarter in 2013. This lower revenue is mainly due to the completion of the Panching project in the immediate preceding quarter. Correspondingly, segment profit of RM3.87 million for the current quarter ended 30 April 2014 is 17% lower as compared to RM4.64 million for the corresponding quarter in 2013. Gross profit margin is slightly higher due to higher revenue contribution from projects with relatively higher profit margin.

Infrastructure Investment

Segment profit of RM1.50 million for the current quarter ended 30 April 2014 is 51% lower compared to RM3.06 million for the corresponding quarter in 2013 mainly due to lower exchange rate of the Kina in relation to the Ringgit and lower gross profit margin caused by higher operating cost of the water treatment plant.

Consolidated revenue

The operations for the Group are mainly based in Malaysia, with the regional activities in the ASEAN countries and Papua New Guinea. Its core businesses are centred in the water industry and engineering works. The main factors which have affected the Group's revenue have been stated above.

Consolidated profit before tax

The Group's current quarter profit before tax of RM8.71 million (30 April 2013: RM7.93 million) is 10% higher. The main factors which have affected the Group's profit before tax have been stated above.

Explanatory notes pursuant to MFRS 134

For the three-month period ended 30 April 2014

7 Seasonality of operations

The Group's performance was not affected by any significant seasonal or cyclical factors.

8 Profit before tax

Included in the profit before tax are the following items:

	Current quarter 3 months ended		Cumulative quarter 3 months ended	
	30 April 2014 RM'000	30 April 2013 RM'000	30 April 2014 RM'000	30 April 2013 RM'000
Interest income	(839)	(275)	(839)	(275)
Other income (including investment income)	(121)	(179)	(121)	(179)
Finance costs	449	488	449	488
Depreciation of property, plant and equipment	856	776	856	776
Amortisation of other intangible assets	20	20	20	20
Gain on disposal of investment securities	49	(87)	49	(87)
Gain on disposal of property, plant and equipment	-	(89)	-	(89)
Net fair value gain on held for trading investment securities	(261)	(149)	(261)	(149)
Loss/(gain) arising on financial liabilities designated as at FVTPL				
- realised	265	-	265	-
- unrealised	(633)	-	(633)	-
Loss/(gain) on foreign exchange:				
- realised	639	222	639	222
- unrealised	(1,916)	(89)	(1,916)	(89)

9 Income tax expenses

	Current quarter 3 months ended		Cumulative quarter 3 months ended	
	30 April 2014 RM'000	30 April 2013 RM'000	30 April 2014 RM'000	30 April 2013 RM'000
Current Tax:				
Malaysian income tax	1,489	1,114	1,489	1,114
Foreign tax	743	1,277	743	1,277
	<u>2,232</u>	<u>2,391</u>	<u>2,232</u>	<u>2,391</u>

Domestic income tax is calculated at the Malaysian statutory rate of 25% of the estimated assessable profit. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

The effective rate for the current period was slightly higher than the statutory rate principally due to withholding tax paid for dividend declared and paid/payable by a foreign subsidiary.

Explanatory notes pursuant to MFRS 134

For the three-month period ended 30 April 2014

10 Earnings Per Share

Basic earnings per share amounts are calculated by dividing profit for the period, net of tax attributable to owners by the weighted average number of ordinary shares outstanding during the period.

Diluted earnings per share amounts are calculated by dividing profit for the period, net of tax attributable to owners by the weighted average number of ordinary shares outstanding during the period, plus the weighted average number of ordinary shares that would be issued on the conversion of the dilutive potential ordinary shares into ordinary shares.

The following reflect the profit and share data used in the computation of basic and diluted earnings per share:

	Current quarter 3 months ended		Cumulative quarter 3 months ended	
	30 April 2014	30 April 2013	30 April 2014	30 April 2013
Profit net of tax attributable to owners used in computation of earnings per share (RM'000)	6,473	5,537	6,473	5,537
Weighted average number of ordinary shares in issue ('000)	225,308	225,303	225,308	225,303
Effects of dilution				
- Share options ('000)	-	17	-	17
Weighted average number of ordinary shares for diluted earnings per share computation ('000)	225,308	225,320	225,308	225,320
Basic earnings per share (sen)	2.9	2.5	2.9	2.5
Diluted earnings per share (sen)	2.9	2.5	2.9	2.5

11 Property, plant and equipment

Acquisitions and disposals

During the three months ended 30 April 2014, the Group acquired assets at a cost of RM1.08 million (30 April 2013: RM0.26 million).

Assets with carrying amount of Nil (30 April 2013: Nil) were disposed of by the Group during the three months period ended 30 April 2014, resulting in a gain on disposal of RM189 (30 April 2013: RM89,000), recognised and included in other operating income in the statement of profit or loss and other comprehensive income.

12 Goodwill

Goodwill arising on an acquisition of a business is carried at cost as established at the date of acquisition of the business less accumulated impairment losses, if any. Impairment is assessed whenever there is an indication that the intangible asset may be impaired.

Explanatory notes pursuant to MFRS 134

For the three-month period ended 30 April 2014

13 Other intangible assets

	Research and Develop- ment costs RM'000	Computer software RM'000	Project Develop- ment costs RM'000	Total RM'000
Cost:				
At 1 February 2014	-	303	980	1,283
Addition	105	-	-	105
At 30 April 2014	105	303	980	1,388
Accumulated amortisation:				
At 1 February 2014	-	252	734	986
Amortisation	-	-	20	20
At 30 April 2014	-	252	754	1,006
Carrying amount:				
At 1 February 2014	-	51	246	297
At 30 April 2014	105	51	226	382

Research and development costs

Research costs are expensed as incurred. Deferred development costs, considered to have finite useful lives, are stated at cost less any accumulated impairment losses and are amortised over the period of expected benefit from the related project on a straight-line basis.

Computer software

Computer software is stated at cost less any accumulated impairment losses and amortised on a straight-line basis over the estimated economic useful lives at the annual rate of 20%. The amortisation of computer software is included in administrative expenses in the statement of profit or loss and other comprehensive income.

Project development costs

Project development costs, considered to have finite useful lives, are stated at cost less any accumulated impairment losses and are amortised using the straight-line basis from the commencement of the contract to which they relate over the period of their expected benefit not exceeding 20 years. The amortisation of project development costs is included in administrative expenses in the statement of profit or loss and other comprehensive income.

14 Inventories

During the three months ended 30 April 2014, there was no inventory write-down (30 April 2013: Nil).

15 Cash and bank balances

Cash and cash equivalents comprised the following amounts:

	30 April 2014 RM'000	31 January 2014 RM'000
Cash on hand and at banks	95,800	77,795
Short term deposits	86,231	132,885
	182,031	210,680

Explanatory notes pursuant to MFRS 134

For the three-month period ended 30 April 2014

16 Fair value hierarchy

The Group used the following hierarchy for determining the fair value of all financial instruments carried at fair value:

- Level 1 - Quoted price (unadjusted) in active markets for identical assets or liabilities
- Level 2 - Input that are based on observable market data
- Level 3 - Input that are not based on observable market data

As at the reporting date, the Group held the following financial assets/(liabilities) that are measured at fair value:

	Total RM'000	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000
At 30 April 2014				
Financial assets held for trading:				
- Quoted shares	2,987	2,987	-	-
Derivatives that are designated and effective as hedging instrument carried at fair value:				
- Foreign currency forward contracts	(209)	-	(209)	-
Financial liabilities carried at FVTPL:				
- Foreign exchange option contracts	(285)	-	(285)	-
At 31 January 2014				
Financial assets held for trading:				
- Quoted shares	2,272	2,272	-	-
Derivatives that are designated and effective as hedging instrument carried at fair value:				
- Foreign currency forward contracts	(1,709)	-	(1,709)	-
Financial liabilities carried at FVTPL:				
- Foreign exchange option contracts	(919)	-	(919)	-

17 Share capital, share premium and treasury shares

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current interim period.

18 Interest-bearing loans and borrowings

	30 April 2014 RM'000	31 January 2014 RM'000
Secured		
Short term borrowings	21,693	8,656
Long term borrowings	7,628	8,391
	<u>29,321</u>	<u>17,047</u>

19 Provisions for costs of restructuring

Not applicable.

Explanatory notes pursuant to MFRS 134

For the three-month period ended 30 April 2014

20 Dividends

No interim ordinary dividend has been declared for the financial period ended 30 April 2014 (30 April 2013: Nil).

Subject to shareholders' approval at the forthcoming Annual General Meeting, the Directors have recommended a final single-tier dividend of 4.0 sen per share for the financial year ended 31 January 2014 (FY2013: 4.5 sen less 25% tax). The dividend for the financial year ended 31 January 2014 will total RM15.772 million, an increase of 44% as compared to RM10.984 million in the preceding year.

21 Commitments

Capital expenditure as at the reporting date is as follows:

	30 April 2014 RM'000	31 January 2014 RM'000
Approved and contracted for:		
Property, plant and equipment	613	523
Approved but not contracted for:		
Property, plant and equipment	2	35

22 Contingencies

The Group does not have any material contingent liabilities or contingent assets.

23 Related party transactions

The Group had the following transactions with related parties during the three months period ended 30 April:

	Cumulative quarter 3 months ended	
	30 April 2014 RM'000	30 April 2013 RM'000
Related companies: *		
Rental income for motor vehicle	3	3
Purchase of air tickets	56	15
Professional and share registration charges	42	22
Sale of products	-	1,445

* Related companies are companies within the Johan Holdings Berhad group.

24 Events after the reporting period

There were no material event subsequent to the end of current interim period.

**Explanatory notes pursuant to Bursa Malaysia Listing Requirements:
Chapter 9, Appendix 9B, Part A
For the three-month period ended 30 April 2014**

25 Performance review

Explanatory comment on the performance of each of the Group's business activities is provided in Note 6.

26 Comment on material change in profit before taxation

The profit before taxation for the current quarter ended 30 April 2014 is 64% lower than the preceding quarter due to lower revenue and profit which was attributed to project related works.

27 Commentary on prospects

We will continue to implement the strategies put in place by the Board and to intensify our efforts to grow our order book. As for manufacturing we will continue to focus on achieving greater efficiency and increasing productivity.

We are confident of the Group's prospects for the financial year ending 31 January 2015.

28 Commentary on progress to achieve revenue or profit estimate, forecast, projection or internal targets

Not applicable.

29 Statement by directors on achievability of revenue or profit estimate, forecast, projection or internal targets

Not applicable.

30 Profit forecast or profit guarantee

Not applicable.

31 Corporate proposals

There were no corporate proposals announced but not completed as at the date of issue of these interim financial statements.

32 Changes in material litigation

There are no outstanding litigations except for a suit to seek damages from a company for infringement of copyright.

33 Dividend payable

Please refer to Note 20 for details.

Explanatory notes pursuant to Bursa Malaysia Listing Requirements:

Chapter 9, Appendix 9B, Part A

For the three-month period ended 30 April 2014

34 Derivative financial instruments

Details of derivative financial instruments outstanding as at 30 April 2014 measured at their fair values together with their corresponding contract/notional amounts classified by the remaining period of maturity are as follows:

Types of derivatives	Contract/notional values RM'000	Net fair value liabilities RM'000	Maturity
At 30 April 2014			
Foreign exchange contracts	35,227	34,733	Less than 1 year
At 31 January 2014			
Foreign exchange contracts	98,524	95,896	Less than 1 year

Forward exchange contracts are used to manage the foreign currency exposures arising from the Company's payables denominated in currencies other than the functional currencies of the Company. Most of the forward exchange contracts have maturities of less than one year after the end of the reporting period.

35 Disclosure of gains/losses arising from fair value changes of financial liabilities

The Group did not have any gains/losses arising from fair value changes of financial liabilities as at 30 April 2014 and 31 January 2014.

36 Breakdown of realised and unrealised profits or losses

The breakdown of the retained earnings of the Group as at 30 April 2014 and 31 January 2014 into realised and unrealised profits is presented in accordance with the directives issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and 20 December 2010, prepared in accordance with 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 Requirement, as issued by the Malaysian Institute of Accountants.

	Current quarter ended 30 April 2014 RM'000	Previous financial year ended 31 January 2014 RM'000
Total (accumulated losses)/retained earnings of the Company and its subsidiaries		
- Realised	(47,184)	(52,053)
- Unrealised	44,409	43,161
	<u>(2,775)</u>	<u>(8,892)</u>
Total share of profits/(losses) from associate		
- Realised	30,956	30,730
- Unrealised	(964)	(1,096)
	<u>27,217</u>	<u>20,742</u>
Add: Consolidation adjustments	121,863	121,865
Retained earnings as per financial statements	<u>149,080</u>	<u>142,607</u>

**Explanatory notes pursuant to Bursa Malaysia Listing Requirements:
Chapter 9, Appendix 9B, Part A
For the three-month period ended 30 April 2014**

37 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 January 2014 was not qualified.

BY ORDER OF THE BOARD

TEH YONG FAH
(MACS00400)

Company Secretary
30 June 2014