

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE FINANCIAL QUARTER ENDED 31 MAY 2015
THE FIGURES HAVE NOT BEEN AUDITED**

	Individual Quarter		Cumulative Quarter	
	31.05.2015	31.05.2014	31.05.2015	31.05.2014
	RM'000	RM'000	RM'000	RM'000
Revenue	323,787	376,773	1,272,390	1,566,028
Cost of sales	(292,434)	(354,269)	(1,165,276)	(1,455,759)
Gross profit	31,353	22,504	107,114	110,269
Other income	(507)	(110)	2,013	2,238
Selling and distribution expenses	(14,972)	(13,286)	(51,070)	(52,821)
Administrative expenses	(9,540)	(227)	(32,664)	(29,018)
Other expenses	1,096	(4,483)	(479)	(6,053)
Finance cost	(638)	(1,908)	(6,531)	(7,824)
Profit before taxation	6,792	2,490	18,383	16,791
Taxation	(5,786)	(3,802)	(13,174)	(9,627)
Profit/(Loss) for the year	1,006	(1,312)	5,209	7,164
Profit/(Loss) attributable to:				
Owners of the parent	2,242	(929)	7,386	7,959
Non-controlling interests	(1,236)	(383)	(2,177)	(795)
	1,006	(1,312)	5,209	7,164
Earnings/(Loss) per share attributable to owners of the parent (sen)				
- basic	1.16	(0.48)	3.83	4.13
- diluted	N/A	N/A	N/A	N/A

(The Condensed Consolidated Income Statements should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2014)

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL QUARTER ENDED 31 MAY 2015
THE FIGURES HAVE NOT BEEN AUDITED**

	Individual Quarter		Cumulative Quarter	
	31.05.2015 RM'000	31.05.2014 RM'000	31.05.2015 RM'000	31.05.2014 RM'000
Profit/(Loss) for the year	<u>1,006</u>	<u>(1,312)</u>	<u>5,209</u>	<u>7,164</u>
Other comprehensive income/(loss):				
Currency translation differences	<u>960</u>	<u>(2,327)</u>	<u>12,147</u>	<u>359</u>
Other comprehensive income/(loss) for the year	<u>960</u>	<u>(2,327)</u>	<u>12,147</u>	<u>359</u>
Total comprehensive income/(loss) for the year	<u>1,966</u>	<u>(3,639)</u>	<u>17,356</u>	<u>7,523</u>
Total comprehensive income/(loss) attributable to:				
Owners of the parent	3,116	(3,098)	18,640	7,342
Non-controlling interests	<u>(1,150)</u>	<u>(541)</u>	<u>(1,284)</u>	<u>181</u>
	<u>1,966</u>	<u>(3,639)</u>	<u>17,356</u>	<u>7,523</u>

(The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2014)

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)
(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MAY 2015**

	As at 31.05.2015 RM'000 (Unaudited)	As at 31.05.2014 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	92,650	59,750
Goodwill arising on consolidation	92,355	84,065
Deferred tax assets	26,527	29,487
	<u>211,532</u>	<u>173,302</u>
Current assets		
Inventories	96,970	108,394
Trade debtors	198,095	220,874
Other debtors, deposits and prepayments	10,931	19,306
Investment securities	448	428
Tax recoverable	1,882	2,791
Amount owing by related companies	10,617	11,718
Derivative assets	-	17
Short-term deposits	30,293	8,876
Cash and bank balances	65,579	67,449
	<u>414,815</u>	<u>439,853</u>
TOTAL ASSETS	<u>626,347</u>	<u>613,155</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	194,338	194,338
Reserves	11,306	52
Retained profits	96,403	95,385
Less: Treasury shares, at cost	(888)	(869)
	<u>301,159</u>	<u>288,906</u>
Non-controlling interests	<u>10,877</u>	<u>12,320</u>
Total equity	<u>312,036</u>	<u>301,226</u>
Non-current liabilities		
Deferred tax liabilities	1,601	1,654
Long term borrowings	10,510	48
Provision for retirement benefits	3,198	2,882
	<u>15,309</u>	<u>4,584</u>
Current liabilities		
Trade creditors	111,126	134,127
Other creditors and accrued expenses	25,474	19,257
Amount owing to related companies	708	-
Short-term borrowings	160,593	153,592
Provision for taxation	1,078	369
Derivative liabilities	23	-
	<u>299,002</u>	<u>307,345</u>
Total liabilities	<u>314,311</u>	<u>311,929</u>
TOTAL EQUITY AND LIABILITIES	<u>626,347</u>	<u>613,155</u>
Net Assets per share attributable to owners of the parent (RM)	1.56	1.50

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2014)

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 MAY 2015**

	<----- Attributable to owners of the parent ----->						Non-	Total
	Share capital RM'000	Share premium RM'000	Translation reserve RM'000	Retained profits RM'000	Treasury shares RM'000	Total RM'000	controlling interests RM'000	equity RM'000
12 month period ended 31 May 2015								
Balance as at 01 June 2014	194,338	805	(753)	95,385	(869)	288,906	12,320	301,226
Total comprehensive income/(loss) for the year	-	-	11,254	7,386	-	18,640	(1,284)	17,356
Transactions with owners								
Dividends								
- Final single-tier dividend for the financial year ended 31 May 2014	-	-	-	(5,784)	-	(5,784)	-	(5,784)
Winding up of subsidiary	-	-	-	-	-	-	(92)	(92)
Acquisition of non-controlling interests of a subsidiary	-	-	-	(584)	-	(584)	(67)	(651)
Repurchase of shares	-	-	-	-	(19)	(19)	-	(19)
Total transactions with owners	-	-	-	(6,368)	(19)	(6,387)	(159)	(6,546)
Balance as at 31 May 2015	<u>194,338</u>	<u>805</u>	<u>10,501</u>	<u>96,403</u>	<u>(888)</u>	<u>301,159</u>	<u>10,877</u>	<u>312,036</u>

12 month period ended 31 May 2014

Balance as at 01 June 2013	194,338	805	(136)	90,321	(735)	284,593	3,092	287,685
Total comprehensive (loss)/income for the year	-	-	(617)	7,959	-	7,342	181	7,523
Transactions with owners								
Dividends								
- Final dividend for the financial year ended 31 May 2013 (2.0 sen less 25% Malaysian income tax)	-	-	-	(2,895)	-	(2,895)	-	(2,895)
Dividends paid to minority shareholders of subsidiary	-	-	-	-	-	-	(32)	(32)
Additional interests in subsidiary	-	-	-	-	-	-	9,079	9,079
Repurchase of shares	-	-	-	-	(134)	(134)	-	(134)
Total transactions with owners	-	-	-	(2,895)	(134)	(3,029)	9,047	6,018
Balance as at 31 May 2014	<u>194,338</u>	<u>805</u>	<u>(753)</u>	<u>95,385</u>	<u>(869)</u>	<u>288,906</u>	<u>12,320</u>	<u>301,226</u>

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2014)

NYLEX (MALAYSIA) BERHAD

(Incorporated in Malaysia)
(Company No : 9378-T)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 31 MAY 2015

	FY 2015	FY 2014
	12 months ended	12 months ended
	31.05.2015	31.05.2014
	RM'000	RM'000
	(Unaudited)	(Audited)
Cash Flows From Operating Activities		
Profit before taxation	18,383	16,791
Adjustments for non-cash items	10,473	19,625
Operating cash flows before working capital changes	28,856	36,416
Working Capital Changes		
Receivables	39,636	20,181
Inventories	15,451	63,816
Payables	(18,715)	(33,455)
Group companies	(3,458)	(1,243)
Cash flows generated from operations	61,770	85,715
Income tax paid	(8,528)	(8,636)
Retirement benefits paid	(81)	(296)
Net Cash Flows Generated From Operating Activities	53,161	76,783
Cash Flows From Investing Activities		
Proceeds from disposal of property, plant and equipment	214	76
Purchase of property, plant and equipment	(38,664)	(1,657)
Distribution of surplus assets to non-controlling interests on winding up of a subsidiary	(92)	-
Conversion of loan from non-controlling interests to share capital in a subsidiary	-	2,369
Additional investment by non-controlling interests in a subsidiary	-	6,710
Acquisition of non-controlling interests in a subsidiary	(650)	-
Interest received	1,905	1,320
Dividend received	10	22
Net Cash Flows (Used In)/Generated From Investing Activities	(37,277)	8,840
Cash Flows From Financing Activities		
Dividends paid to shareholders of the Company	(5,784)	(2,895)
Dividends paid to non-controlling interests of subsidiary	-	(32)
Repayment of hire-purchase creditors	(89)	(46)
Drawdown of term loans and advances	86,446	83,824
Repayment of term loans and advances	(71,581)	(127,172)
Purchase of Company's own shares	(19)	(134)
Interest paid	(6,531)	(7,824)
Net Cash Flows Generated From/(Used In) Financing Activities	2,442	(54,279)
Net Increase in Cash and Cash Equivalents	18,326	31,344
Effects of Exchange Rate Changes	3,280	(3,129)
Cash and Cash Equivalents at Beginning of Year	76,325	46,462
Effects of Exchange Rate Changes	(2,059)	1,648
	74,266	48,110
Cash and Cash Equivalents at End of Year	95,872	76,325
The Cash and Cash Equivalents Comprise:		
Cash and bank balances	65,579	67,449
Short-term deposits	30,293	8,876
	95,872	76,325

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 May 2014)



(Incorporated in Malaysia)
(Company No.: 9378-T)

Notes to the Interim Financial Report – For the 4th Financial Quarter Ended 31 May 2015

A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134, INTERIM FINANCIAL REPORTING AND BURSA SECURITIES LISTING REQUIREMENTS
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A1. Basis of Preparation

This Interim Financial Report (“Report”) is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”). This Report complies with IAS 34: Interim Financial Reporting issued by the International Accounting Standards Board.

This Report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 May 2014.

These notes to the Report 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 May 2014.

A2. Significant accounting policies

The significant accounting policies and methods of computation adopted by the Group in this Report are consistent with those adopted in the most recent audited financial statements for the year ended 31 May 2014 except for the adoption of the following Amendments to MFRSs and IC Interpretation (collectively referred to as “pronouncements”) which are applicable to the Group for the financial year beginning 1 June 2014 and are relevant to its operations:

Amendments to MFRSs and IC Interpretation

Amendments to

MFRS 10, MFRS 12 and MFRS 127	Investment Entities
MFRS 132	Offsetting Financial Assets and Financial Liabilities
MFRS 136	Recoverable Amount Disclosures for Non-Financial Assets
MFRS 139	Novation of Derivatives and Continuation of Hedge Accounting

IC Interpretation

IC Interpretation 21	Levies
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The adoption of the above pronouncements will have no material impact on the financial statements of the Group and of the Company.

A3. Seasonality or Cyclicity of Interim Operations

The operations of the Group were not significantly affected by seasonality and cyclicity factors.

A4. Items of Unusual Nature and Amount

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

A5. Changes in Estimates Reported in Prior Interim Periods

There were no changes in estimated amounts reported in prior periods, which have a material effect on the current period.

A6. Debts and Equity Securities

There were no issuance, cancellation, repurchases, resale and repayments of debts and equity securities for the current quarter and financial year-to-date, except for the following:

Treasury shares:

At the Company's 44th Annual General Meeting held on 20 November 2014, the shareholders of the Company approved the proposed renewal of shareholders' mandate for the Company to repurchase up to 10% of its own ordinary shares. The Company did not purchase any shares for the current financial quarter. For the financial year-to-date, the Company purchased 30,200 ordinary shares of RM1.00 each in the Company pursuant to Section 67A of the Companies Act, 1965, details of which are as follows:

Date	No. of Shares	Highest Price (RM)	Lowest Price (RM)	Average Price (RM)	Total Consideration (RM)
August 2014	20,000	0.6700	0.6650	0.6675	13,408
February 2015	10,200	0.6000	0.5750	0.5999	6,168
	30,200				19,576

Notes: The consideration is inclusive of brokerage, contract stamp and clearing fees.

As at 31 May 2015, a total of 1,561,124 treasury shares at a total cost of RM888,285 were held by the Company pursuant to Section 67A (3A) (b) of the Companies Act, 1965.

A7. Dividend Paid

On 19 December 2014, the Company paid a final single-tier dividend of 3.0 sen per share amounting to RM5,783,608.08 in respect of the financial year ended 31 May 2014.

A8. Segment Revenue and Results

The segment revenue and segment results for business segments for the current financial year-to-date are as follows: -

12-Month period ended 31.05.2015	Polymer RM'000	Industrial Chemical RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
Revenue					
External sales	128,385	1,144,005	-	-	1,272,390
Inter-segment sales	1	3,305	-	(3,306)	-
Total revenue	128,386	1,147,310	-	(3,306)	1,272,390

12-Month period ended 31.05.2015	Polymer RM'000	Industrial Chemical RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
Results					
Segment result	14,272	15,570	(4,928)	-	24,914
Finance costs					(6,531)
Profit before taxation					18,383
Taxation					(13,174)
Net profit for the year					5,209
Non-controlling interests					2,177
Net profit after non-controlling interests					7,386
12-Month period ended 31.05.2014					
	Polymer RM'000	Industrial Chemical RM'000	Others RM'000	Eliminations RM'000	Consolidated RM'000
Revenue					
External sales	118,674	1,447,354	-	-	1,566,028
Inter-segment sales	1	132	-	(133)	-
Total revenue	118,675	1,447,486	-	(133)	1,566,028
Results					
Segment result	11,034	22,274	(3,649)	-	29,659
Impairment of goodwill					(5,044)
Finance costs					(7,824)
Profit before taxation					16,791
Taxation					(9,627)
Net profit for the year					7,164
Non-controlling interests					795
Net profit after non-controlling interests					7,959

A9. Valuation of Property, Plant and Equipment

The valuations of land and buildings have been brought forward, without amendment from the Audited Financial Statements for the financial year ended 31 May 2014. The carrying values are based on valuations carried out in 1985 by independent qualified valuers less accumulated depreciation. Upon transition to MFRS 1 on 1 June 2011, the Group elected to use the previously revalued leasehold land and buildings carrying amounts as deemed cost.

A10. Material Events Subsequent to the End of the Current Period

There were no material events subsequent to the end of the current period up to the date of this Report that have not been reflected in the financial statements for the current period.

A11. Changes in Composition of the Group

There were no material changes in the composition of the Group for the current quarter and financial year-to-date including business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructuring or discontinuing operations other than the acquisition of the two (2) ordinary shares of RM1.00 each, representing the entire issued and paid-up share capital of ALB Marine Sdn Bhd, by one of the Company's wholly owned subsidiaries, Perusahaan Kimia Gemilang Sdn Bhd, on 16 April 2015.

ALB Marine Sdn Bhd is currently a dormant company with an authorised share capital of RM400,000 divided into 400,000 ordinary shares of RM1.00 each.

A12. Contingent Liabilities

There were no contingent liabilities since the last annual Statements of Financial Position as at 31 May 2014.

A13. Capital Commitment

The capital commitment as at 31 May 2015 are as follows:

	RM'000
Property, plant and equipment	
- Approved and contracted	50,660
- Approved but not contracted	<u>29</u>
	<u><u>50,689</u></u>

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE BURSA SECURITIES LISTING REQUIREMENTS
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B1. Detailed Analysis of the Performance of All Operating Segments of the Group for the Current Quarter and Financial Year-To-Date

For the twelve months ended 31 May 2015, the Nylex Group posted lower revenue of RM1,272.4 million, which represents a decrease of 18.8% from RM1,566.0 million recorded in the last financial year. The reduction in revenue was due to lower contribution from the Industrial Chemical Division. The Group recorded higher profit before tax ("PBT") of RM18.4 million, compared to RM16.8 million recorded in the last financial year. The PBT for the last financial year of RM16.8 million was arrived at after taking into account the impairment of goodwill in our wholly owned subsidiary in Singapore, CKG Chemicals Pte Ltd ("CKG") of RM5.0 million.

For the current quarter under review, the Nylex Group registered lower revenue of RM323.8 million, which represents a decrease of 14.1% from RM376.8 million recorded in the same period last financial year. The decrease in revenue was due to lower contribution from the Industrial Chemical Division. The PBT for the period increased to RM6.8 million, compared to RM2.5 million recorded in the corresponding period last year. The PBT for the last financial quarter in Q4 FY 2014 of RM2.5 million was arrived at after taking into account the impairment of goodwill in CKG of RM5.0 million.

The Polymer Division achieved higher revenue of RM34.1 million for the current financial quarter, which represents an increase of 21.2% from RM28.2 million in the corresponding quarter in Q4 FY 2014 due to higher contribution by its cuspatation segment and also the manufacturing plant in Surabaya, Indonesia. Consequently, the Division registered higher PBT of RM5.4 million compared with RM2.1 million achieved in the same period last year.

As a result of the generally dampened market sentiment, the Industrial Chemical Division's revenue decreased by 16.9% to RM289.7 million for the quarter, compared with RM348.6 million recorded in the same period last year, whilst PBT for the quarter decreased to RM2.9 million, as compared to RM5.6 million achieved in the same period last year.

B2. Material Change in the Profit Before Taxation for the Current Quarter as compared with Immediate Preceding Quarter

For the current quarter under review, the Group achieved higher revenue of RM323.8 million and a higher PBT of RM6.8 million compared to revenue of RM270.6 million and PBT of RM1.7 million achieved in the immediate preceding quarter.

The higher revenue and PBT for the current quarter is mainly due to higher demand for our products from the solvents market and biodiesel industry.

B3. Future Prospects

Due to the uncertainty in the global economic situation, coupled with the decline in oil prices and currency volatility, the Board expects a challenging trading environment for the next financial year ending 31 May 2016. The challenging and weak market sentiment will continue to impact product margins for both the Industrial Chemical Division and Polymer Division.

The Board will continue to seek ways to improve its profitability.

B4. Variance of Actual Profit from Forecast Profit/Profit Guarantee

This is not applicable as there was no forecast profit or profit guarantee issued in respect of the current financial year.

B5. Taxation

	Individual Quarter		Cumulative Quarter	
	Current Year 31.05.2015 RM'000	Preceding Year 31.05.2014 RM'000	Current Year 31.05.2015 RM'000	Preceding year 31.05.2014 RM'000
Taxation based on results for the period				
- Current				
Malaysian	(1,424)	467	(6,974)	(5,463)
Foreign	(1,209)	(541)	(3,030)	(2,254)
- Deferred tax	(1,829)	(2,868)	(1,957)	(1,266)
	<u>(4,462)</u>	<u>(2,942)</u>	<u>(11,961)</u>	<u>(8,983)</u>
Under provision in prior years	(1,324)	(860)	(1,213)	(644)
	<u>(5,786)</u>	<u>(3,802)</u>	<u>(13,174)</u>	<u>(9,627)</u>

The effective tax rate of the Group is higher than the statutory tax rate mainly due to the losses recorded in certain foreign subsidiaries in the current financial period were not allowed for any tax benefit in the Group, reversal of deferred tax assets and also certain expenses which are not deductible for tax purposes.

B6. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this report.

B7. Utilisation of Proceeds

Not applicable as the Company has not raised any proceeds from any of its corporate exercise.

B8. Group Borrowings

	As At 31.05.2015 (RM'000 equivalent)	As At 31.05.2014 (RM'000 equivalent)
Short-term borrowings		
Secured		
- Indonesian Rupiah	2,343	210
- Vietnam Dong	6,147	1,495
- United States Dollar	<u>27,638</u>	<u>23,517</u>
	<u>36,128</u>	<u>25,222</u>
Unsecured		
- Ringgit Malaysia	122,870	125,479
- United States Dollar	<u>1,595</u>	<u>2,891</u>
	<u>124,465</u>	<u>128,370</u>
	<u>160,593</u>	<u>153,592</u>
Long-term borrowings		
Secured		
- Indonesian Rupiah	<u>10,510</u>	<u>48</u>
Total Borrowings	<u>171,103</u>	<u>153,640</u>

B9. Derivatives Financial Instruments

The Group has entered into foreign exchange derivatives to manage the exposure to foreign exchange risk when the Company and its subsidiaries enter into transactions that are not denominated in their functional currencies.

The Foreign exchange derivatives are recognised on the contract dates and are measured at fair value with changes in fair value recognised in profit or loss.

The outstanding foreign exchange derivatives as at 31 May 2015 are as follows:

Type of Derivatives	Currency	Contract/Notional Value RM'000	Fair Value RM'000
Foreign exchange - Less than 1 year	USD	2,422	2,445

The above derivatives were entered into as hedges for sales and purchases denominated in foreign currencies and to limit the exposure to potential changes in foreign exchange rates with respect to the Group's foreign currencies denominated financial assets and liabilities.

There is minimal credit risk as the derivatives were entered into with reputable banks.

B10. Disclosure of Realised and Unrealised Profits/Losses

Bursa Securities has, on 25 March 2010 and 20 December 2010, issued directives requiring all listed issuers to disclose the breakdown of unappropriated profits or accumulated losses as at the end of the reporting period, on a group basis, into realised and unrealised profits or losses, as the case may be, in the notes to its quarterly reports.

The breakdown of retained profits of the Group as at 31 May 2015, pursuant to the format prescribed by Bursa Securities, is as follows:

	As At End of Current Quarter 31.05.2015 RM'000	As At End of Last Financial Year 31.05.2014 RM'000
Total retained profits of Nylex (Malaysia) Berhad and its subsidiaries:		
- Realised	120,934	122,119
- Unrealised	29,073	28,796
	<u>150,007</u>	<u>150,915</u>
Less: Consolidation adjustments	(53,604)	(55,530)
	<u>96,403</u>	<u>95,385</u>
Total Group retained profits as per consolidated accounts	<u>96,403</u>	<u>95,385</u>

B11. Notes to the Statements of Comprehensive Income for the Current Quarter and Financial Year-To-Date

The Profit Before Taxation was arrived at after charging/(crediting) the following:

	Current Quarter 31.05.2015 RM'000	Financial Year-To-Date 31.05.2015 RM'000
Interest income	(622)	(1,905)
Dividend income	(5)	(10)
Interest expense	638	6,531
Depreciation and amortisation	1,362	5,743
Impairment of receivables	1,187	958
Provision for and write off of inventories	1,036	2,345
Loss on disposal of unquoted investments	-	-
Gain on foreign exchange	(1,642)	(3,835)
Impairment of goodwill	-	-
Fair value gain on investments	(57)	(5)
Fair value loss on derivatives	22	23

B12. Material Litigation

There was no material litigation since the date of the last annual Statements of Financial Position as at 31 May 2014.

B13. Dividends

Subject to the approval by the Company's shareholders at the forthcoming annual general meeting, the Directors are recommending a final single tier dividend of 2.00 sen per share.

The Company will announce the book closure date and the date of payment in due course.

Other than the above recommended dividend, there is no other dividend declared by the Company for the current financial year.

In the last financial year, the Company paid a final single tier dividend of 3.0 sen per share amounting to RM5,783,608.08.

B14. Earnings per Share

Basic Earnings Per Share

The calculation of basic earnings per share was based on the net profit attributable to owners of the parent for the current quarter of RM2,241,260 (31.05.2014: net loss of RM929,431) and net profit of RM7,385,436 (31.05.2014: RM7,959,349) for the financial year-to-date as reported in the condensed consolidated income statements of the Group, divided by the weighted average number of ordinary

shares in issue during the current quarter of 192,776,736 (31.05.2014: 192,815,043) and for the financial year-to-date of 192,787,560 (31.05.2014: 192,953,149).

Diluted Earnings Per Share

Not applicable as the Company does not have dilutive potential ordinary shares in issue as at the date of the Statements of Financial Position.

B15. Qualification of Auditors' Report of Preceding Financial Statements

There was no audit qualification in the auditors' report of the Group's Audited Financial Statements for the financial year ended 31 May 2014.

BY ORDER OF THE BOARD

Choo Se Eng
Stephen Geh Sim Whye
Company Secretaries

Petaling Jaya
30 July 2015