

**NYLEX (MALAYSIA) BERHAD**

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR THE FINANCIAL QUARTER ENDED 30 NOVEMBER 2015  
THE FIGURES HAVE NOT BEEN AUDITED**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>30.11.2015</b>	<b>30.11.2014</b>	<b>30.11.2015</b>	<b>30.11.2014</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	327,259	319,169	650,077	678,002
Cost of sales	<u>(298,074)</u>	<u>(291,553)</u>	<u>(594,084)</u>	<u>(624,332)</u>
<b>Gross profit</b>	29,185	27,616	55,993	53,670
Other income	352	1,118	928	1,529
Selling and distribution expenses	(13,799)	(12,995)	(26,005)	(24,241)
Administrative expenses	(8,039)	(7,898)	(17,968)	(16,087)
Other expenses	54	(794)	(122)	(1,059)
Finance cost	<u>(1,979)</u>	<u>(1,743)</u>	<u>(3,884)</u>	<u>(3,890)</u>
<b>Profit before taxation</b>	5,774	5,304	8,942	9,922
Taxation	<u>(3,512)</u>	<u>(2,349)</u>	<u>(5,593)</u>	<u>(4,396)</u>
<b>Profit for the period</b>	<u>2,262</u>	<u>2,955</u>	<u>3,349</u>	<u>5,526</u>
Profit attributable to:				
Owners of the parent	2,169	2,853	3,880	5,778
Non-controlling interests	<u>93</u>	<u>102</u>	<u>(531)</u>	<u>(252)</u>
	<u>2,262</u>	<u>2,955</u>	<u>3,349</u>	<u>5,526</u>
Earnings per share attributable to owners of the parent (sen)				
- basic	1.13	1.48	2.01	3.00
- 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 2015)**

**NYLEX (MALAYSIA) BERHAD**

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL QUARTER ENDED 30 NOVEMBER 2015  
THE FIGURES HAVE NOT BEEN AUDITED**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>30.11.2015</b>	<b>30.11.2014</b>	<b>30.11.2015</b>	<b>30.11.2014</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Profit for the period</b>	<u>2,262</u>	<u>2,955</u>	<u>3,349</u>	<u>5,526</u>
Other comprehensive income:				
Currency translation differences	<u>2,995</u>	<u>7,286</u>	<u>19,918</u>	<u>4,353</u>
<b>Other comprehensive income for the period</b>	<u>2,995</u>	<u>7,286</u>	<u>19,918</u>	<u>4,353</u>
<b>Total comprehensive income for the period</b>	<u><u>5,257</u></u>	<u><u>10,241</u></u>	<u><u>23,267</u></u>	<u><u>9,879</u></u>
Total comprehensive income/(loss) attributable to:				
Owners of the parent	5,010	9,496	22,537	9,890
Non-controlling interests	<u>247</u>	<u>745</u>	<u>730</u>	<u>(11)</u>
	<u><u>5,257</u></u>	<u><u>10,241</u></u>	<u><u>23,267</u></u>	<u><u>9,879</u></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 2015)

**NYLEX (MALAYSIA) BERHAD**

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
AS AT 30 NOVEMBER 2015**

	As at 30.11.2015 RM'000 (Unaudited)	As at 31.05.2015 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	99,304	92,650
Goodwill arising on consolidation	103,282	92,355
Deferred tax assets	25,933	26,527
	<u>228,519</u>	<u>211,532</u>
<b>Current assets</b>		
Inventories	110,830	96,970
Trade debtors	236,995	198,095
Other debtors, deposits and prepayments	15,288	10,931
Investment securities	486	448
Tax recoverable	692	1,882
Amount owing by related companies	10,099	10,617
Short-term deposits	12,378	30,293
Cash and bank balances	55,040	65,579
	<u>441,808</u>	<u>414,815</u>
<b>TOTAL ASSETS</b>	<b><u>670,327</u></b>	<b><u>626,347</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	194,338	194,338
Reserves	29,963	11,306
Retained profits	100,283	96,403
Less: Treasury shares, at cost	(1,038)	(888)
	<u>323,546</u>	<u>301,159</u>
<b>Non-controlling interests</b>	11,607	10,877
<b>Total equity</b>	<u>335,153</u>	<u>312,036</u>
<b>Non-current liabilities</b>		
Deferred tax liabilities	1,595	1,601
Long term borrowings	4,372	10,510
Provision for retirement benefits	3,352	3,198
	<u>9,319</u>	<u>15,309</u>
<b>Current liabilities</b>		
Trade creditors	128,081	111,126
Other creditors and accrued expenses	27,407	25,474
Amount owing to related companies	101	708
Short-term borrowings	167,183	160,593
Provision for taxation	3,083	1,078
Dividends payable	-	23
	<u>325,855</u>	<u>299,002</u>
<b>Total liabilities</b>	<u>335,174</u>	<u>314,311</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>670,327</u></b>	<b><u>626,347</u></b>
Net Assets per share attributable to owners of the parent (RM)	1.68	1.56

(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 2015)

**NYLEX (MALAYSIA) BERHAD**

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2015**

	<----- Attributable to owners of the parent ----->						Non-	
	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	Total equity RM'000
<b><u>6 month period ended 30 November 2015</u></b>								
Balance as at 01 June 2015	194,338	805	10,501	96,403	(888)	301,159	10,877	312,036
Total comprehensive income for the year	-	-	18,657	3,880	-	22,537	730	23,267
<b>Transactions with owners</b>								
Repurchase of shares	-	-	-	-	(150)	(150)	-	(150)
Total transactions with owners	-	-	-	-	(150)	(150)	-	(150)
Balance as at 30 November 2015	<u>194,338</u>	<u>805</u>	<u>29,158</u>	<u>100,283</u>	<u>(1,038)</u>	<u>323,546</u>	<u>11,607</u>	<u>335,153</u>
<b><u>6 month period ended 30 November 2014</u></b>								
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	-	-	4,112	5,778	-	9,890	(11)	9,879
<b>Transactions with owners</b>								
Winding up of subsidiary	-	-	-	-	-	-	(92)	(92)
Repurchase of shares	-	-	-	-	(13)	(13)	-	(13)
Total transactions with owners	-	-	-	-	(13)	(13)	(92)	(105)
Balance as at 30 November 2014	<u>194,338</u>	<u>805</u>	<u>3,359</u>	<u>101,163</u>	<u>(882)</u>	<u>298,783</u>	<u>12,217</u>	<u>311,000</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 2015)**

**NYLEX (MALAYSIA) BERHAD**

(Incorporated in Malaysia)

(Company No : 9378-T)

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE PERIOD ENDED 30 NOVEMBER 2015**

	<b>FY 2016</b>	<b>FY 2015</b>
	<b>6 months ended 30.11.2015 RM'000 (Unaudited)</b>	<b>6 months ended 30.11.2014 RM'000 (Unaudited)</b>
<b>Cash Flows From Operating Activities</b>		
Profit before taxation	8,942	9,922
Adjustments for non-cash items	5,921	6,650
Operating cash flows before working capital changes	14,863	16,572
<b>Working Capital Changes</b>		
Receivables	(32,819)	399
Inventories	(5,713)	3,891
Payables	13,724	(14,599)
Group companies	(5,653)	(2,528)
Cash flows (used in)/generated from operations	(15,598)	3,735
Income tax paid	(1,601)	(4,753)
Retirement benefits paid	(112)	(45)
<b>Net Cash Flows Used In Operating Activities</b>	<b>(17,311)</b>	<b>(1,063)</b>
<b>Cash Flows From Investing Activities</b>		
Proceeds from disposal of property, plant and equipment	89	-
Purchase of property, plant and equipment	(5,323)	(3,284)
Distribution of surplus assets to non-controlling interests on winding up of a subsidiary	-	(92)
Interest received	808	847
Dividend received	5	5
<b>Net Cash Flows Used In Investing Activities</b>	<b>(4,421)</b>	<b>(2,524)</b>
<b>Cash Flows From Financing Activities</b>		
Repayment of hire-purchase creditors	(36)	(42)
Drawdown of term loans and advances	77,060	55,228
Repayment of term loans and advances	(83,537)	(59,333)
Purchase of Company's own shares	(150)	(13)
Interest paid	(3,884)	(3,890)
<b>Net Cash Flows Used In Financing Activities</b>	<b>(10,547)</b>	<b>(8,050)</b>
<b>Net Decrease in Cash and Cash Equivalents</b>	<b>(32,279)</b>	<b>(11,637)</b>
<b>Effects of Exchange Rate Changes</b>	<b>7,413</b>	<b>476</b>
<b>Cash and Cash Equivalents at Beginning of Year</b>	<b>95,872</b>	<b>76,325</b>
<b>Effects of Exchange Rate Changes</b>	<b>(3,588)</b>	<b>(810)</b>
<b>Cash and Cash Equivalents at End of Period</b>	<b>67,418</b>	<b>64,354</b>
<b>The Cash and Cash Equivalents Comprise:</b>		
Cash and bank balances	55,040	56,327
Short-term deposits	12,378	8,027
	<b>67,418</b>	<b>64,354</b>

(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 2015)



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

## **Notes to the Interim Financial Report – For the 2<sup>nd</sup> Financial Quarter Ended 30 November 2015**

<b>A. COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134, INTERIM FINANCIAL REPORTING AND BURSA SECURITIES LISTING REQUIREMENTS</b>
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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 2015.

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 2015.

### **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 2015 except for the adoption of the following Amendments/Annual Improvements to MFRSs (collectively referred to as “pronouncements”):

Amendments to MFRS 119 Defined Benefit Plans: Employee Contributions  
Annual Improvements to MFRSs 2010 – 2012 Cycle  
Annual Improvements to MFRSs 2011 – 2013 Cycle

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 45<sup>th</sup> Annual General Meeting held on 19 November 2015, 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. For the current quarter and the financial year-to-date, the Company purchased 132,100 and 276,800, respectively, of 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)
July 2015	32,300	0.5900	0.5300	0.5630	18,424
August 2015	112,400	0.5600	0.4700	0.5243	59,520
	144,700				77,944
September 2015	64,000	0.5400	0.4800	0.5089	32,954
October 2015	23,200	0.5500	0.5200	0.5295	12,558
November 2015	44,900	0.5900	0.5650	0.5817	26,269
	276,800				149,725

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

As at 30 November 2015, a total of 1,837,924 treasury shares at a total cost of RM1,038,010 were held by the Company pursuant to Section 67A (3A) (b) of the Companies Act, 1965.

**A7. Dividend Paid**

On 18 December 2015, the Company paid a final single-tier dividend of 2.0 sen per share amounting to RM3,849,738.72 in respect of the financial year ended 31 May 2015.

**A8. Segment Revenue and Results**

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

<b>6-Month period ended 30.11.2015</b>	<b>Polymer RM'000</b>	<b>Industrial Chemical RM'000</b>	<b>Others RM'000</b>	<b>Eliminations RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>					
External sales	56,692	593,385	-	-	650,077
Inter-segment sales	-	991	-	(991)	-
<b>Total revenue</b>	<b>56,692</b>	<b>594,376</b>	<b>-</b>	<b>(991)</b>	<b>650,077</b>

<b>6-Month period ended 30.11.2015</b>	<b>Polymer RM'000</b>	<b>Industrial Chemical RM'000</b>	<b>Others RM'000</b>	<b>Eliminations RM'000</b>	<b>Consolidated RM'000</b>
<b>Results</b>					
Segment result	6,354	9,211	(2,739)	-	12,826
Finance costs					(3,884)
Profit before taxation					8,942
Taxation					(5,593)
Net profit for the period					3,349
Non-controlling interests					531
Net profit after non-controlling interests					3,880
<b>6-Month period ended 30.11.2014</b>					
	<b>Polymer RM'000</b>	<b>Industrial Chemical RM'000</b>	<b>Others RM'000</b>	<b>Eliminations RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>					
External sales	64,159	613,843	-	-	678,002
Inter-segment sales	1	1,656	-	(1,657)	-
<b>Total revenue</b>	<b>64,160</b>	<b>615,499</b>	<b>-</b>	<b>(1,657)</b>	<b>678,002</b>
<b>Results</b>					
Segment result	6,978	9,506	(2,672)	-	13,812
Finance costs					(3,890)
Profit before taxation					9,922
Taxation					(4,396)
Net profit for the period					5,526
Non-controlling interests					252
Net profit after non-controlling interests					5,778

#### **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 2015. 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.

#### **A12. Contingent Liabilities**

There were no contingent liabilities since the last annual Statements of Financial Position as at 31 May 2015.



**A13. Capital Commitment**

The capital commitment as at 30 November 2015 are as follows:

	<b>RM'000</b>
Property, plant and equipment	
- Approved and contracted	48,266
- Approved but not contracted	<u>44</u>
	<u><u>48,310</u></u>

<b>B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE BURSA SECURITIES LISTING REQUIREMENTS</b>
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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 six months ended 30 November 2015, the Nylex Group posted lower revenue of RM650.1 million, which represents a decrease of 4.1% from RM678.0 million recorded in the same period last financial year. The reduction in revenue was due to lower contribution from both the Industrial Chemical Division and Polymer Division. As a result of lower revenue generated, the Group recorded lower profit before tax ("PBT") of RM8.9 million, compared to RM9.9 million recorded in the corresponding period last financial year.

For the current quarter under review, the Nylex Group registered higher revenue of RM327.3 million, which represents an increase of 2.5% from RM319.2 million recorded in the same period last financial year. The increase in revenue was due to higher contribution from the Industrial Chemical Division. The PBT for the period increased to RM5.8 million, compared to RM5.3 million recorded in the corresponding period last year.

The Polymer Division recorded lower revenue of RM29.3 million for the current financial quarter, which represents a decrease of 15.5% from RM34.7 million in the corresponding quarter in Q2 FY 2015 mainly due to lower contribution by its manufacturing plant in Surabaya, Indonesia as a result of weakening consumer demand. Consequently, the Division registered lower PBT of RM3.1 million compared with RM3.8 million achieved in the same period last year.

The Industrial Chemical Division's revenue increased by 4.7% from RM284.5 million recorded in the same period last year to RM298.0 million for the quarter, as a result of higher volume sold for its certain products. The Division generated higher PBT of RM4.4 million for the quarter, as compared to RM3.0 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 recorded higher revenue of RM327.3 million and a higher PBT of RM5.8 million compared to revenue of RM322.8 million and PBT of RM3.2 million achieved in the immediate preceding quarter.

The higher revenue and PBT for the current quarter is mainly due to higher product volume sold.

**B3. Current Year's Prospects**

Concerns on China's economic slowdown and the volatility on currency and oil prices, the Board expects trading environment continues to be challenging for the remaining period of financial year ending 31 May 2016. The 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 the Group's 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 30.11.2015	Preceding Year 30.11.2014	Current Year 30.11.2015	Preceding year 30.11.2014
	RM'000	RM'000	RM'000	RM'000
Taxation based on results for the period				
- Current				
Malaysian	(2,161)	(1,767)	(3,955)	(3,806)
Foreign	(388)	(768)	(716)	(1,238)
- Deferred tax	(952)	94	(921)	556
	<u>(3,501)</u>	<u>(2,441)</u>	<u>(5,592)</u>	<u>(4,488)</u>
Over provision in prior years	(11)	92	(1)	92
	<u>(3,512)</u>	<u>(2,349)</u>	<u>(5,593)</u>	<u>(4,396)</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 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 30.11.2015 (RM'000 equivalent)	As At 31.05.2015 (RM'000 equivalent)
<b>Short-term borrowings</b>		
Secured		
- Indonesian Rupiah	2,343	2,343
- United States Dollar	40,630	33,785
- Vietnamese Dong	<u>3,488</u>	<u>0</u>
	<u>46,461</u>	<u>36,128</u>
Unsecured		
- Ringgit Malaysia	116,034	122,870
- United States Dollar	<u>4,688</u>	<u>1,595</u>
	<u>120,722</u>	<u>124,465</u>
	<u>167,183</u>	<u>160,593</u>
<b>Long-term borrowings</b>		
Secured		
- Indonesian Rupiah	<u>4,372</u>	<u>10,510</u>
<b>Total Borrowings</b>	<u>171,555</u>	<u>171,103</u>

**B9. Derivatives Financial Instruments**

The Group enters 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.

There is no outstanding foreign exchange derivative as at 30 November 2015.

**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 30 November 2015, pursuant to the format prescribed by Bursa Securities, is as follows:

	<b>As At End of Current Quarter 30.11.2015 RM'000</b>	<b>As At End of Last Financial Year 31.05.2015 RM'000</b>
Total retained profits of Nylex (Malaysia) Berhad and its subsidiaries:		
- Realised	130,506	122,934
- Unrealised	<u>25,522</u>	<u>29,073</u>
	156,028	152,007
Less: Consolidation adjustments	<u>(55,745)</u>	<u>(55,604)</u>
Total Group retained profits as per consolidated accounts	<u><u>100,283</u></u>	<u><u>96,403</u></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:

	<b>Current Quarter 30.11.2015 RM'000</b>	<b>Financial Year-To-Date 30.11.2015 RM'000</b>
Interest income	(320)	(808)
Dividend income	(5)	(5)
Interest expense	1,979	3,884
Depreciation and amortisation	1,429	2,861
Write-back of receivables	(2)	(144)
Provision for and write off of inventories	(19)	310
Loss on disposal of unquoted investments	-	-
Gain on foreign exchange	(1,669)	(4,880)
Impairment of goodwill	-	-
Fair value gain on investments	(48)	(37)
Fair value gain on derivatives	(73)	-

**B12. Material Litigation**

There was no material litigation since the date of the last annual Statements of Financial Position as at 31 May 2015.

**B13. Dividends**

The Directors do not recommend the payment of any dividend for the current financial quarter (FY 2015: Nil).

**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 RM2,168,263 (30.11.2014: RM2,853,082) and net profit of RM3,879,434 (30.11.2014: RM5,778,567) 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 192,547,581 (30.11.2014: 192,786,936) and for the financial year-to-date of 192,645,699 (30.11.2014: 192,794,368).

*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 2015.

**BY ORDER OF THE BOARD**

Choo Se Eng  
Stephen Geh Sim Whye  
*Company Secretaries*

Petaling Jaya  
29 January 2016