

OVERSEA ENTERPRISE BERHAD (317155-U)
UNAUDITED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 MARCH 2014

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended	Preceding Year Corresponding Quarter Ended	Current Year to Date Ended	Preceding Year Corresponding Period Ended (Audited)
	31 March 2014 RM'000	31 March 2013 RM'000	31 March 2014 RM'000	31 March 2013 RM'000
Revenue	17,549	18,815	65,468	67,073
Cost of sales	(6,348)	(7,139)	(26,804)	(27,893)
Gross profit	11,201	11,676	38,664	39,180
Other operating income	1,624	1,714	5,215	5,110
Administration expenses	(2,848)	(4,338)	(8,289)	(10,693)
Selling and Distribution expenses	(7,869)	(9,205)	(30,137)	(35,168)
Finance costs	(46)	(22)	(144)	(135)
Other operating expenses	-	(1,870)	-	(1,870)
Share of results in a jointly controlled entity	(44)	(22)	(119)	(75)
Share of results in associate	(44)	-	(44)	-
Profit/(Loss) before tax	1,974	(2,067)	5,146	(3,650)
Income tax	(829)	(554)	(1,757)	(860)
Profit/(Loss) after tax	1,145	(2,621)	3,389	(4,510)
Other comprehensive (expenses)/income				
Fair value changes of available-for-sale financial assets	(19)	-	47	239
Transfer to profit or loss upon disposal of available-for-sale ... financial assets	-	-	(266)	(78)
Foreign currency translation	-	-	5	(5)
Total comprehensive income/(expenses)	1,126	(2,621)	3,175	(4,355)
Profit/(Loss) attributable to:				
Owners of the Company	1,178	(2,555)	3,500	(4,413)
Non-controlling interest	(33)	(66)	(111)	(98)
	1,145	(2,621)	3,389	(4,510)
Total comprehensive income/(expenses) attributable to:				
Owners of the Company	1,159	(2,555)	3,286	(4,257)
Non-controlling interest	(33)	(66)	(111)	(98)
	1,126	(2,621)	3,175	(4,355)
Weighted average ordinary shares in issue ('000)	245,000	245,000	245,000	245,000
Earnings/(Losses) per share (sen):				
- Basic	0.48	(1.04)	1.43	(1.80)

Notes:

- (i) Basic earnings per share for the quarter and financial period is calculated based on the profit divided by the weighted average number of ordinary shares for the quarter and financial period respectively.
- (ii) The unaudited condensed consolidated statements of comprehensive income should be read in conjunction with the annual audited accounts for the financial year ended 31 March 2013 and the accompanying explanatory notes attached to this interim financial report.

OVERSEA ENTERPRISE BERHAD (317155-U)
UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2014

	UNAUDITED As at 31 March 2014 RM'000	AUDITED As at 31 March 2013 RM'000
ASSETS		
Non-current assets		
Investment in a jointly controlled entity	474	593
Property, plant and equipment	25,999	26,888
Investment properties	1,576	1,922
Investment in associate	854	-
Other investments	256	734
Intangible assets	175	168
Deferred tax asset	-	209
Long-term receivables	204	116
	<u>29,538</u>	<u>30,630</u>
Current Assets		
Inventories	3,486	3,947
Trade and other receivables	3,581	3,965
Tax refundable	(86)	1,800
Deposits, bank and cash balances	21,920	17,281
	<u>28,901</u>	<u>26,993</u>
TOTAL ASSETS	<u>58,439</u>	<u>57,623</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	49,000	49,000
Reserves	1,906	(643)
Equity attributable to owners of the Company	50,906	48,357
Non-controlling interest	(111)	0
Total equity	<u>50,796</u>	<u>48,357</u>
Non-current liabilities		
Hire purchase creditors	28	57
Term loans	372	766
Deferred taxation	969	1,177
	<u>1,369</u>	<u>2,000</u>
Current Liabilities		
Trade and other payables	5,850	6,786
Hire purchase creditors	28	53
Term loans	396	427
	<u>6,274</u>	<u>7,266</u>
Total liabilities	<u>7,643</u>	<u>9,266</u>
TOTAL EQUITY AND LIABILITIES	<u>58,439</u>	<u>57,623</u>
Net Assets Per Share Attributable to ordinary equity holders of the Company (RM)	0.21	0.20

Notes:-

- (i) The unaudited condensed statement of financial position should be read in conjunction with the annual audited accounts for the financial year ended 31 March 2013 and the accompanying explanatory notes attached to this interim financial report.
- (ii) * Negligible

OVERSEA ENTERPRISE BERHAD (317155-U)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD YEAR 31 MARCH 2014

The Group	Attributable to equity holders of the Company							Total RM'000	Non-Controlling Interest RM'000	Total Equity RM'000
	Non-Distributable				Distributable Retained Profits RM'000	Total RM'000	Non-Controlling Interest RM'000			
	Share Capital RM'000	Share Premium RM'000	Fair Value Reserve RM'000	Foreign Exchange Translation Reserve RM'000						
Balance as at 1 April 2013	49,000	1,038	252	(5)	(1,928)	48,357	0	48,357		
Profit/(Loss) after taxation	-	-	-	-	3,500	3,500	(111)	3,389		
Foreign currency translation	-	-	-	5	-	5	-	5		
Other comprehensive income: - gain on fair value changes of available-for-sale financial assets - transfer to profit and loss upon disposal of available-for-sale financial assets	-	-	22	-	-	22	-	22		
Total other comprehensive (expenses)/income	-	-	(241)	-	-	(241)	-	(241)		
Transactions with owners of the Company: Dividend paid	-	-	(219)	5	3,500	3,285	(111)	3,174		
Total transaction with owners	-	-	-	-	(735)	(735)	-	(735)		
Balance as at 31 March 2014	49,000	1,038	32	(0)	836	50,906	(111)	50,796		
Balance as at 1 April 2012	49,000	1,038	92	(1)	3,220	53,349	-	53,349		
Loss after taxation	-	-	-	-	(4,413)	(4,413)	(98)	(4,510)		
Other comprehensive income: - gain on fair value changes of available-for-sale financial assets - transfer to profit and loss upon disposal of available-for-sale financial assets	-	-	239	-	-	239	-	239		
- foreign currency translation	-	-	(78)	-	-	(78)	-	(78)		
Total other comprehensive income/(expenses)	-	-	160	(5)	(4,413)	(4,257)	(98)	(4,355)		
Transactions with owners of the Company: - Dividend paid - Arising from acquisition of a subsidiary - Arising from disposal of a subsidiary	-	-	-	1	(735)	(735)	98	(735)		
Total transaction with owners	-	-	-	1	(735)	(734)	98	(636)		
Balance as at 31 March 2013 (Audited)	49,000	1,038	252	(5)	(1,928)	48,357	0	48,357		

Note:-

(i) The unaudited condensed consolidated statements of changes in equity should be read in conjunction with the annual audited accounts for the financial year ended 31 March 2013 and the accompanying explanatory notes attached to this interim financial report

OVERSEA ENTERPRISE BERHAD (317155-U)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASHFLOWS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2014

	Current Year Ended 31 March 2014 RM'000	Preceding Year Ended 31 March 2013 (Audited) RM'000
CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES		
Profit/(Loss) before taxation	5,146	(3,650)
Adjustments for:-		
Amortisation of intangible assets	46	46
Bad debts written off:		
- trade and other receivables	-	18
- deposits	-	10
Depreciation of property, plant & equipment	2,740	3,248
Fair value loss on investment properties	-	148
Impairment loss on foreign currency translation reserve	5	-
Interest expense	94	136
Loss on disposal of:		
- investments in subsidiaries	-	1,821
Property, plant and equipment written off	166	895
Share of loss in a jointly controlled entity, net of income tax expense	119	75
Share of loss in associate	44	-
Gain on bargain purchase arising from acquisition of a subsidiary	-	(34)
Gain on disposal of:		
- property, plant and equipment	(32)	(6)
- other investments	(204)	(88)
Interest income	(418)	(347)
Writeback of impairment loss on:		
- trade receivables	-	(15)
- other investment	(41)	-
Operating profit before working capital changes	7,665	2,257
Decrease in inventories	461	1,502
Decrease/(Increase) in trade and other receivables	296	(454)
Increase in trade and other payables	(936)	(584)
CASH FROM OPERATIONS	7,486	2,722
Income tax paid	(955)	(1,125)
Income tax refund	1,084	50
Interest paid	(19)	(21)
NET CASH FROM OPERATING ACTIVITIES	7,596	1,627
CASH FLOWS FROM/(FOR) INVESTING ACTIVITIES		
Interest received	418	347
Investment in a jointly controlled entity	-	(676)
Net cash outflow from the acquisition of a subsidiary	-	(148)
Net cash inflow from the disposal of a subsidiary	-	496
Payment for intangible asset	(53)	(11)
Proceeds from disposal of:		
- property, plant and equipment	32	11
- other investments	924	590
Purchase of property, plant and equipment	(2,016)	(3,322)
Purchase of other investments	(973)	(538)
NET CASH FOR INVESTING ACTIVITIES	(1,668)	(3,252)
CASH FLOWS FOR FINANCING ACTIVITIES		
(Repayment to)/Advance from directors	-	(164)
Dividend paid	(735)	(735)
Interest paid	(75)	(115)
Repayment of hire purchase obligations	(54)	(100)
Repayment of term loans	(425)	(576)
NET CASH FOR FINANCING ACTIVITIES	(1,289)	(1,689)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	4,639	(3,315)
EFFECT OF FOREIGN EXCHANGE TRANSLATION	-	(5)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	17,281	20,601
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	21,920	17,281
CASH AND CASH EQUIVALENTS COMPRISES:-		
Short term and fixed deposits with licensed banks	17,580	12,135
Cash and bank balances	4,340	5,146
	21,920	17,281

Note:-

- (i) The unaudited condensed consolidated statements of cash flow should be read in conjunction with the annual audited accounts for the financial year ended 31 March 2013 and the accompanying explanatory notes attached to this interim financial report.

NOTES TO THE QUARTERLY REPORT

PART A – EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS ("FRS") 134: INTERIM FINANCIAL REPORTING

A1. Basis Of Preparation

The interim financial statements are unaudited and have been prepared in accordance with IAS 134: Interim Financial Reporting and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The financial statements of the Group are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies, and in compliance with Malaysian Financial Reporting Standards ("MFRSs"), International Financial Reporting Standards and the requirements of the Companies Act 1965 in Malaysia.

The interim financial statements should be read in conjunction with the audited financial statements for year ended 31 March 2013 and the accompanying explanatory notes attached to the interim financial report.

A2. Adoption Of New And Revised Accounting Policies

The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial period:-

MFRSs and IC Interpretations (Including The Consequential Amendments)	Effective Date
MFRS 9 Financial Instruments	1 January 2015
Amendments to MFRS 9 and MFRS 7: Mandatory Effective Date of MFRS 9 and Transition Disclosures	1 January 2015
Amendments to MFRS 10, MFRS 12 and MFRS 127: Investment Entities	1 January 2014
Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities	1 January 2014

A3. Auditors' Report On Preceding Annual Financial Statements

The auditors' report on the preceding audited financial statements of the Company and its subsidiaries for the financial year ended 31 March 2013 were not subject to any qualification.

A4. Seasonal Or Cyclical Factors

For the financial quarter under review, higher sales were recorded at the restaurant segment due to the Chinese New Year season. The Group is currently at the initial stage of preparation for the production of moon cakes in the manufacturing segment for the second and third quarter of the calendar year 2014 to cater for the upcoming Mid-Autumn festival, which falls in September 2014.

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A5. Unusual items due to their nature, size and incidence

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group in the current financial quarter under review.

A6. Changes In Estimates

There were no changes in estimates of amounts reported in prior financial years that have had a material effect in the current financial quarter under review.

A7. Changes In Debt and Equity Securities

There were no issuance, repurchases and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial quarter under review.

A8. Dividend Paid

During the financial year, the Group had paid a tax exempt interim dividend of 0.3 sen per ordinary share of RM0.20 on 20 January 2014 amounting to RM735,000.

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OVERSEA ENTERPRISE BERHAD (317155-U)
QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 MARCH 2014

A9. Segmental Information

The Group is organized into the following operating segments:-

- a) Restaurant
- b) Manufacturing and wholesale of baked products ("Manufacturing")
- c) Others i.e. investment holdings and central purchasing of high value stocks such as shellfish, shark's fin, dried seafood, meat and other consumables.

Segmental Reporting

	Restaurant		Manufacturing	Others	Eliminations	Consolidated
	Malaysia	Foreign*				
	RM' 000	RM' 000	RM' 000	RM' 000	RM' 000	RM' 000
3 months period ended						
31 March 2014						
Revenue from						
External customers	17,253	380	(84)	-	-	17,549
Inter-segment revenue	63	-	7	216	(286)	-
Total revenue	17,316	380	(77)	216	(286)	17,549
Profit/(loss) before taxation	2,928	(50)	(660)	(244)	-	1,974
Income tax						(829)
Profit after taxation						1,145
Other comprehensive expenses						(19)
Total comprehensive income						1,126
12 months ended 31 March 2014						
Revenue from						
External customers	52,639	1,539	11,290	-	-	65,468
Inter-segment revenue	330	-	6,231	979	(7,540)	-
Total revenue	52,969	1,539	17,521	979	(7,540)	65,468
Profit/(loss) before taxation	4,521	(199)	1,416	(592)	-	5,146
Income tax						(1,757)
Profit after taxation						3,389
Other comprehensive expenses						(214)
Total comprehensive income						3,175
Segmented assets	44,448	467	11,395	2,044	-	58,353
Unallocated assets						86
						58,439

*Note: Comprises Ipoh Group Limited (Hong Kong)

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A10. Valuation Of Property, Plant and Equipment

There was no valuation exercise performed on the property, plant and equipment during the current financial quarter under review.

A11. Operating Lease Commitments

Non-cancellable lease commitments of the Group as at 31 March 2014 is as follows:-

	RM'000
Current:	
- within one year	3,668
Non-current:	
- between one and two years	1,600
- between two and five years	586
Total	5,854

A12. Material Events Subsequent To The End Of The Current Financial Quarter

Save for the followings, there were no material events subsequent to the end of the current financial quarter:-

- a) The Company's subsidiary, Rich Tastes (Centrepont) Sdn Bhd (RTC) ceased its business operations on 1 May 2014. Until the date of this report, RTC has been implementing various transferring activities for its inventories, fixed assets, manpower amongst other things and distributing them to other restaurants within the Group. RTC is also currently carrying out restoration and reinstatement activities on the premises before handing back vacant possession by the mid June 2014.
- b) The Company had proposed a second single tier interim dividend of 0.3 sen per ordinary share based on the share capital of RM49,000,000 comprising of 245,000,000 ordinary shares of RM0.20 each in respect of the financial year ended 31 March 2014 amounting to RM735,000 be declared.

A13. Changes In Composition Of The Group

There were no changes in the composition of the Group during the financial quarter under review.

A14. Contingent Liabilities Or Contingent Assets

Contingent liabilities of the Group comprise the following:

	As at 31.03.2014 RM'000	Audited 31.03.2013 RM'000
<u>Corporate guarantees given by the Company to financial institutions for facilities granted to subsidiaries</u>		
- Total facilities granted	6,743	6,743
- Current Exposure	1,086	1,439

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A15. Significant Related Party Transactions

The Group had entered into the following transactions during the current financial quarter with related parties in which certain directors of the Company have substantial financial interest:-

Transactions	Current financial quarter ended 31.03.2014 RM'000	Current financial year to-date 31.03.2014 RM'000
Rental paid to a Director	25	100
Rental paid to related parties ⁽¹⁾	242	968

Note:

(1) These parties are related to directors who are also substantial shareholders of Oversea Enterprise Berhad.

All the above transactions were carried out on the terms and conditions not materially different from those obtainable in transactions with non-related parties and in the ordinary course of business of the Company.

A16. Capital Commitments

Outstanding commitments in respect of capital expenditure at the end of the reporting period not provided for in the interim financial statements are as follows:-

	As at 31.03.2014 RM'000	Audited 31.03.2013 RM'000
Property, plant and equipment		
Approved and contracted for	1,568	-
Approved but not contracted for	-	1,568

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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 MARCH 2014

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review Of Performance

	3 months ended		12 months ended	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
<i>RM'000</i>	Unaudited	Unaudited	Unaudited	Audited
Revenue				
<i>Restaurant</i>	17,633	19,277	54,178	58,045
<i>Manufacturing</i>	(84)	(462)	11,290	9,028
<i>Others</i>	-	-	-	-
Total	17,549	18,815	65,468	67,073
Profit before tax				
<i>Restaurant</i>	2,878	3,939	4,322	(626)
<i>Manufacturing</i>	(660)	(1,185)	1,416	(496)
<i>Others</i>	(244)	(4,821)	(592)	(2,528)
Total	1,974	(2,067)	5,146	(3,650)

3-month period (31.03.2014 vs. 31.03.2013)

The Group recorded revenue of RM17.6 million for the quarter ended 31 March 2014, representing a decrease by 6.7% as compared to RM18.8 million in the quarter ended 31 March 2013. The foreign operation contributed to the decrease in revenue.

The profit before tax (PBT) for the quarter ended 31 March 2014 was RM2.0 million, representing an increase of 195.2% from loss before tax of RM2.1 million in the quarter ended 31 March 2013.

During the quarter ended 31 March 2013, the loss before tax (LBT) was impacted by the loss on disposal from the de-recognition of Grand Ocean Restaurant Pte Ltd (GOR) from the Group's book amounting to RM1.87 million. Restoran Oversea JV (International) Sdn Bhd (ROJV) and Oversea Enterprise Berhad (OEB) suffered a loss from the disposal due to the waiver of uncollectable debts from GOR amounting to RM5.0 million. In addition, during the quarter ended 31 March 2013, the Group had written off fixed asset amounting to RM0.9 million due to the cessation of Restoran Oversea (Jaya 1) Sdn Bhd (ROJ1) on 31 March 2013.

Restaurant segment

The Group's restaurant segment operation recorded PBT of RM2.9 million for the quarter ended 31 March 2014 at the back of the segment's revenue of RM17.6 million. This represented a 25.6% decrease in PBT as compared to RM3.9 million in the quarter ended 31 March 2013 due to lower sales from our foreign restaurants after cessation of business of GOR.

Manufacturing segment

Manufacturing division recorded LBT of RM0.7 for the quarter ended 31 March 2014 representing a reduction of 44.3% as compared to LBT of RM1.2 million in the quarter ended 31 March 2013 due to lower goods return.

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12-month period (31.03.2014 vs. 31.03.2013)

The Group recorded revenue of RM65.5 million for the year ended 31 March 2014, representing a marginal decline by 2.4% compared to RM67.0 million in the year ended 31 March 2013. The restaurant foreign operation contributed to the decrease in revenue. However, the decrease in revenue was mostly off-set by the increase in revenue contribution from the manufacturing segment.

Gross margin improved to 59.1% during the year from 58.4% in the previous year mainly due to the reduction in goods return and manufacturing overhead for the manufacturing segment as well as better cost control in the restaurant segment.

The profit before tax (PBT) for the year ended 31 March 2014 was RM5.1 million, representing an increase of 241.0% from loss before tax (LBT) of RM3.7 million in the year ended 31 March 2013.

Restaurant segment

The Group's restaurant segment operation recorded PBT of RM4.3 million for the 12-month ended 31 March 2014 on the back of the segment's revenue of RM54.2 million. This represent a 790.4% increase in PBT as compared to a LBT of RM0.6 million achieved in 12-month period ended 31 March 2013. This increase in PBT is mainly due to the cessation of business of GOR and ROJ1 since year ended 31 March 2013 resulting in savings from administrative expenses as well as selling and marketing expenses.

In addition, Restoran Oversea (Imbi) Sdn Bhd (ROI) recorded revenue of RM18.8 million for the 12-month ended 31 March 2014 as compared with RM17.0 million for the 12-month ended 31 March 2013. Gross profit margin improved to 62.5% during the year from 60.8% in the previous year due to food cost improvement. ROI's PBT for the year ended 31 March 2014 was RM2.8 million, an increase of 64.7% from PBT of RM1.7 million in the year ended 31 March 2013.

Manufacturing segment

The manufacturing segment recorded revenue of RM11.3 million for the year ended 31 March 2014, representing an increase by 25.1% compared to RM9.0 million in the year ended 31 March 2013.

PBT for the year ended 31 March 2014 was RM1.4 million, an increase of 385.5% from LBT of RM0.5 million in the year ended 31 March 2013.

Other segment

LBT for the year ended 31 March 2014 was RM0.6 million, a decrease of 76.6% from LBT of RM2.5 million in the year ended 31 March 2013 as a result of ROJV disposing of its entire investment in GOR, a wholly owned subsidiary of ROJV at a loss of approximately RM1.8 million on 15 March 2013.

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QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 MARCH 2014

B2. Comparison To The Results Of The Previous Quarter

<i>RM'000</i>	3 months ended	
	31.03.2014	31.12.2013
	Unaudited	Unaudited
<i>Revenue</i>		
<i>Restaurant</i>	17,633	13,176
<i>Manufacturing</i>	(84)	(205)
<i>Others</i>	-	-
<i>Total</i>	17,549	12,971
<i>Profit before tax</i>		
<i>Restaurant</i>	2,878	1,132
<i>Manufacturing</i>	(660)	(487)
<i>Others</i>	(244)	(70)
<i>Total</i>	1,974	575

3-month period (31.03.2014 vs. 31.12.2013)

The Group recorded revenue of RM17.5 million for the quarter ended 31 March 2014, representing an increase of 35.3% as compared to RM13.0 million in the previous quarter ended 31 December 2013. The restaurant operations contributed to the increase in revenue.

The profit before tax (PBT) for the quarter ended 31 March 2014 was RM2.0 million, representing an increase of 243.3% from RM0.6 million in the quarter ended 31 December 2013.

Restaurant segment

The Group's restaurant segment recorded PBT of RM2.9 million for the 3-month ended 31 March 2014 on the back of the segment's revenue of RM17.6 million as compared to PBT of RM1.1 million on the back of revenue of RM13.2 million in the preceding quarter ended 31 December 2013. This increase in PBT is mainly due to higher sales during the Chinese New Year festive season.

**OVERSEA ENTERPRISE BERHAD (317155-U)
QUARTERLY REPORT FOR THE FOURTH QUARTER ENDED 31 MARCH 2014**

B3. Prospects

The Group is in the process of establishing a new HALAL café, which is expected to contribute to the increase in sales for the Group. Barring any unforeseen circumstances on rising cost and high inflation in Malaysia economic that affects the cost of raw materials and the labor cost pertinent to the Group's operation, the Group remains committed to its business strategy and shall continue to be vigilant towards any business opportunities and threats on its business operations.

The Group shall continue to invest in advertising, promotional and marketing activities to promote and strengthen the "OVERSEA" brand name to further enhance its brand and customer loyalty in the domestic front.

B4. Profit Forecast And Profit Estimate

The Group has not issued any profit forecast or profit estimate for the current financial quarter under review or in any public documents.

B5. Taxation

	Current financial quarter ended 31.03.2014 RM'000	Current financial year to-date 31.03.2014 RM'000
Income tax:-		
Current period	(829)	(1,757)

During the current quarter, the Group had changed the basis of its tax computation from accounting profit to chargeable income. As such, the Group had taken into the account the unabsorbed losses, capital allowances and unutilized reinvestment allowances, which will largely affect its provisional amount.

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B6. Notes To The Statement of Comprehensive Income

Profit/(Loss) before taxation is arrived at after charging/(crediting):-

	Current financial quarter ended 31.03.2014 RM'000	Current financial year to-date 31.03.2014 RM'000
Interest income	(143)	(418)
Other income including investment income	(1,462)	(4,525)
Interest expenses	17	94
Depreciation and amortization	666	2,740
Gain on disposal of quoted investment	-	(204)
Gain on disposal of property, plant and equipment	(20)	(32)
Property, plant and equipment written off	22	166
Loss on disposal of quoted investment	-	204
Provision of diminution in value investment	-	(36)

Other than the items mentioned above which have been included in the statement of comprehensive income, there were no provision for and/or write off of receivables and/or inventories, gain or loss on derivatives, unquoted investments and/or properties, impairment of assets and any other exceptional items for the current quarter and financial period ended 31 March 2014.

B7. Status Of Corporate Proposals Announced But Not Yet Completed

There are no corporate proposals announced but not yet completed by the Group as at the latest practicable date of 23 May 2014.

B8. Group Borrowings And Debts Securities

The Group's borrowings and debts securities as at 31 March 2014 are as follows:

	Short Term (Secured) RM'000	Long Term (Secured) RM'000
Hire Purchase Creditors	28	28
Term loan	396	372
Total	424	400

B9. Material Litigation

There was no material litigation (including status of any pending material litigation) as at the latest practicable date of 23 May 2014.

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B10. Dividends

During the financial year, the Group had paid a tax exempt interim dividend of 0.3 sen per ordinary share of RM0.20 on 20 January 2014 amounting to RM735,000.

B11. Earnings Per Share

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31.03.2014 RM'000	Preceding Year Corresponding Quarter Ended 31.03.2013 RM'000	Current Year to Date Ended 31.03.2014 RM'000	Audited Preceding Year Corresponding Period Ended 31.03.2013 RM'000
BASIC EARNINGS PER SHARE				
Profit/(loss) for the period attributable to owners of the company	1,178	(2,555)	3,500	(4,413)
Weighted average number of ordinary shares in issue ('000)	245,000	245,000	245,000	245,000
Basic earnings/(loss) per share (sen)	0.48	(1.04)	1.43	(1.80)

B12. Realised and unrealised retained earnings

The retained profit may be analysed as follows:

	Year to date 31.03.2014 RM'000	Audited 31.03.2013 RM'000
Realised	(278)	(2,956)
Unrealised	995	953
	717	(2,003)
Total share of losses of a jointly controlled entity: - Realised	119	75
	836	(1,928)

By Order of the Board

Ng Bee Lian
 Company Secretary
 Date: 23 May 2014