



UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 31.12.2014 (RM'000)	Corresponding quarter ended 31.12.2013 (RM'000)	Current year-to-date ended 31.12.2014 (RM'000) (UNAUDITED)	Corresponding year-to-date ended 31.12.2013 (RM'000) (AUDITED)
1 Revenue	15,243	10,550	62,246	41,995
2 Cost of sales	(9,257)	(6,498)	(39,178)	(25,941)
3 Gross profit	5,986	4,052	23,068	16,054
4 Other income	338	714	1,161	2,610
5 Administrative and staffs expenses	(829)	(942)	(3,567)	(3,281)
6 Profit from operations	5,495	3,824	20,662	15,383
7 Finance cost	(270)	(337)	(270)	(337)
8 Profit before tax	5,225	3,487	20,392	15,046
9 Taxation	(1,370)	(650)	(5,332)	(3,552)
10 Profit for the year	3,855	2,837	15,060	11,494
Attributable to :				
Equity holders of the Company	3,855	2,837	15,060	11,494
11 Profit per share attributable to equity holders of the Company:				
(i) Basic earnings per ordinary shares (sen)	4.25	3.13	16.60	12.67
(ii) Diluted earnings per ordinary shares (sen)	N/A*	N/A*	N/A*	N/A*

* Fully diluted EPS is not calculated as the impact is anti-dilutive

(The Condensed Consolidated Income Statement and Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2013 and the accompanying explanatory notes attached to the Interim Financial Statements)



FUTUTECH BERHAD (122592-U)
(Incorporated in Malaysia)

UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 31.12.2014 (RM'000)	Corresponding quarter ended 31.12.2013 (RM'000)	Current year-to-date ended 31.12.2014 (RM'000) (UNAUDITED)	Corresponding year-to-date ended 31.12.2013 (RM'000) (AUDITED)
1 Profit for the year	3,855	2,837	15,060	11,494
2 Other Comprehensive Income/(Expense):				
- Foreign currency translation differences	1	11	(10)	(3)
3 Total comprehensive income for the year	<u>3,856</u>	<u>2,848</u>	<u>15,050</u>	<u>11,491</u>
Attributable to :				
Equity holders of the Company	<u>3,856</u>	<u>2,848</u>	<u>15,050</u>	<u>11,491</u>

(The Condensed Consolidated Income Statement and Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2013 and the accompanying explanatory notes attached to the Interim Financial Statements)



FUTUTECH BERHAD (122592-U)
(Incorporated in Malaysia)

UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 31.12.2014 (RM'000) (UNAUDITED)	As at 31.12.2013 (RM'000) (RESTATED)
ASSETS		
Non Current Assets		
Property, Plant and Equipment	7,374	6,721
Investment Properties	1,555	-
Other Investments	43	43
Intangible Assets	24	37
Trade Debtors	9,240	7,667
Deferred tax assets	259	334
	18,495	14,802
Current Assets		
Inventories	37,042	13,376
Trade Debtors	20,409	15,554
Other Debtors, Deposits and Prepayments	8,614	4,442
Tax Recoverables	65	707
Cash and Bank Balances	28,627	59,114
	94,757	93,193
TOTAL ASSETS	113,252	107,995
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share Capital	45,369	45,369
Other Reserves	298	308
Accumulated Profit	48,061	35,723
	93,728	81,400
Non Current Liabilities		
Trade Payables	2,681	4,155
Deferred tax liabilities	525	368
	3,206	4,523
Current Liabilities		
Trade Payables	13,600	21,019
Other Payables, Accruals and Liabilities	1,794	1,053
Provision for Taxation	924	-
	16,318	22,072
Total Liabilities	19,524	26,595
TOTAL EQUITY AND LIABILITIES	113,252	107,995
Net Assets Per Share (based on ordinary shares of RM0.50 each) (RM)	1.03	0.90

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2013 and the accompanying explanatory notes attached to the Interim Financial Statements)



FUTUTECH BERHAD (122592-U)
(Incorporated in Malaysia)

UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Attributable to Equity Holders of the Company			Total Equity RM'000
	<----- Non-Distributable ----->			
	Share Capital RM'000	Other Reserves RM'000	Accumulated Profits RM'000	
12 MONTHS PERIOD ENDED 31 DECEMBER 2014				
Balance as at 1 January 2014	45,369	308	35,723	81,400
Total Comprehensive Income for the year	-	(10)	15,060	15,050
Dividend paid during the year	-	-	(2,722)	(2,722)
Balance as at 31 December 2014	45,369	298	48,061	93,728
12 MONTHS PERIOD ENDED 31 DECEMBER 2013				
Balance as at 1 January 2013	45,369	311	26,951	72,631
Total Comprehensive Income for the year	-	(3)	11,494	11,491
Dividend paid during the year	-	-	(2,722)	(2,722)
Balance as at 31 December 2013	45,369	308	35,723	81,400

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2013 and the accompanying explanatory notes attached to the Interim Financial Statements)



FUTUTECH BERHAD (122592-U)
(Incorporated in Malaysia)

UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

CONDENSED CONSOLIDATED CASHFLOW STATEMENT

	Current year-to-date ended 31.12.2014 (RM'000)	Corresponding year-to-date ended 31.12.2013 (RM'000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	20,392	15,046
Adjustment for :		
Amortisation and depreciation of property, plant and equipments	1,056	1,018
Non-cash items	(657)	(1,393)
Operating Profit Before Working Capital Changes	<u>20,791</u>	<u>14,671</u>
Changes in working capital :		
Net change in operating assets	(37,435)	18,154
Net change in operating liabilities	(5,099)	(31,501)
Net Cash (Used in)/Generated from Operations	<u>(21,743)</u>	<u>1,324</u>
Income tax paid	(3,637)	(1,739)
Income tax refunded	102	480
Interest received	783	1,754
Net Cash (Used in)/Generated from Operating Activities	<u>(24,495)</u>	<u>1,819</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipments	(1,722)	(739)
Acquisition of investment properties	(1,555)	-
Proceeds from disposal of property, plant and equipments	17	-
Net Cash Used In Investing Activities	<u>(3,260)</u>	<u>(739)</u>
CASH FLOW FROM FINANCING ACTIVITY		
Dividend paid during the year	(2,722)	(2,722)
Net Cash Used In Financing Activity	<u>(2,722)</u>	<u>(2,722)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(30,477)	(1,642)
EFFECT OF EXCHANGE RATE CHANGES	(10)	(3)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	59,114	60,759
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>28,627</u>	<u>59,114</u>

(The Condensed Consolidated Cashflow Statements should be read in conjunction with the Annual Financial Report for the Year Ended 31 December 2013 and the accompanying explanatory notes attached to the Interim Financial Statements)



FUTUTECH BERHAD (122592-U)
(Incorporated in Malaysia)

UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

INFORMATION REQUIRED BY MALAYSIAN FINANCIAL REPORTING STANDARD (MFRS) 134

A1. Corporate Information

Fututech Berhad is a public limited company incorporated and domiciled in Malaysia, and is listed on the Bursa Malaysia Securities Berhad. The registered office is located at No. 802, 8th Floor, Block C, Kelana Square, 17 Jalan SS7/26, 47301 Petaling Jaya, Selangor. The principal place of business is located at No.1, 2nd Floor, Bangunan One Wangsa, Jalan Wangsa Permai, Taman Wangsa Permai, 52200 Kuala Lumpur.

A2. Malaysian Financial Reporting Standards ("MFRS")

These condensed consolidated interim financial statements, for the year ended 31 December 2014, have been prepared in accordance with MFRS 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standard Board.

These condensed consolidated interim financial statements have been prepared by applying accounting policies and method of computation consistent with those used in the preparation of the audited financial statements of the Group as at 31 December 2013, except for the adoption of the following new and revised Standards and Amendments.

<u>Description</u>	<u>Effective for annual period beginning on or after</u>
MFRS 132 Financial Instruments: Presentation (Amendments relating to Offsetting Financial Assets and Financial Liabilities)	1st January, 2014
MFRS 136 Impairment of Assets (Amendments relating to Recoverable Amount Disclosures for Non-Financial Assets)	1st January, 2014
MFRS 139 Financial Instruments: Recognition and Measurement (Novation of Derivatives and Continuation of Hedge Accounting)	1st January, 2014
Amendments to MFRS 10, MFRS 12 and MFRS 127	1st January, 2014
Amendments to MFRS 10, MFRS 12 and MFRS 127 relating to Investment Entities	1st January, 2014



UNAUDITED 4TH QUARTER REPORT ON CONSOLIDATED RESULTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

A2. Malaysian Financial Reporting Standards ("MFRS") (cont'd)

The adoption of abovementioned Standards and Amendments will have no material impact to the financial statements of the Group and of the Company excepts for more extensive disclosures in the financial statements.

A3. Audit Report

The audited financial statements for the preceding financial year ended 31 December 2013 were not subject to any qualification.

A4. Seasonal or Cyclical Factors

The principal business operations of the Group are not significantly affected by any seasonal or cyclical factors.

A5. Unusual Items

There were no unusual items in the current quarter under review and the financial year that affecting the assets, liabilities, equity, net income or cashflow of the Group.

A6. Changes in Estimates

There were no significant changes in estimates that have a material effect to the current quarter under review and the financial year.

A7. Debt and Equity Securities

There were no other issuance or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares by the Group during the financial year.

A8. Dividends Paid

On 26 August 2014, the Board of Directors has approved a single-tier interim dividend of 6% per ordinary share (based on ordinary share of RM0.50 each), in respect of the financial year ended 31 December 2014. The total amount of RM2.72 million was paid on 10 October 2014.

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

A9. Segmental Information

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

	Construction (RM'000)	Manufacturing (RM'000)	Property Development (RM'000)	Others (RM'000)	Elimination (RM'000)	Total (RM'000)
External Revenue	54,015	8,231	-	-	-	62,246
Inter Segment Revenue	24,148	3,309	-	-	(27,457)	-
	78,163	11,540	-	-	(27,457)	62,246
RESULTS						
Segmental Results	12,396	3,371	(23)	3,831	(4,515)	15,060
OTHER INFORMATION						
Segmental Assets	60,801	85,554	28,139	37,326	(98,568)	113,252
Segmental Liabilities	46,461	63,644	27,679	41,584	(159,844)	19,524

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2013

	Construction (RM'000)	Manufacturing (RM'000)	Property Development (RM'000)	Others (RM'000)	Elimination (RM'000)	Total (RM'000)
External Revenue	36,070	5,925	-	-	-	41,995
Inter Segment Revenue	28,524	6,076	-	-	(34,600)	-
	64,594	12,001	-	-	(34,600)	41,995
RESULTS						
Segmental Results	13,138	823	(9)	3,625	(6,083)	11,494
OTHER INFORMATION						
Segmental Assets	64,651	87,840	12,260	35,188	(91,944)	107,995
Segmental Liabilities	66,096	60,732	12,277	41,246	(153,756)	26,595

As the business of the Group is engaged entirely in Malaysia, no reporting by geographical location of operation is presented.



NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

A9. Segmental Information (contd.)

For management purposes, the Group is organised into business units based on their products and services, and has four (4) reportable operating segments as follow:

- (i) Construction - Supply and installation of aluminum and glazing works, stone works, interior fixtures, fittings, lightings, cabinetry and related products, provision of contract workmanship and general building works and related services.
- (ii) Manufacturing - Manufacture, assemble, installation and sale of light fittings, furniture, kitchen cabinetry and related products.
- (iii) Property Development - Development of residential and/or commercial properties.
- (iv) Others - Investment holding, properties development and dormant companies.

Segment performance for the financial year ended 31 December 2014 as compared to preceding year ended 31 December 2013

(i) Construction

The construction segment recorded a revenue of RM54.02 million for the current financial year as compared to the preceding financial year of RM36.07 million. Revenue registered an increase of RM17.95 million as compared to its preceding financial year as on-going projects have accelerated their momentum with some projects nearing their completion stage in the current financial year. Segmental profit decreased marginally from RM13.14 million in the preceding financial year to RM12.40 million for the current financial year as some lower margin construction projects were being carried out during the year.

(ii) Manufacturing

Our manufacturing segment recorded a revenue of RM8.23 million for the current financial year as compared to its preceding financial year of RM5.93 million. The increase in revenue had led to the increase in segmental result from a profit of RM823 thousand in the preceding financial year to RM3.37 million in the current financial year. Higher revenue was being recognised from the progress work of projects that secured during the year. The inter-segment revenue was derived from progressive revenue of manufacturing of kitchen cabinetry and related products to inter-company for construction purpose. These have been eliminated at the group level.

(iii) Property Development

The property development division recorded a segmental loss of RM23 thousand. This was a result of operating expenses that have been incurred during the financial year which were not eligible to be capitalised as property development cost in the statement of financial position.

(iv) Others

Others refer to investment holding and dormant companies. The segmental loss of RM369 thousand was registered after the elimination entries were incurred during the financial year.



NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

A10. Profit Before Tax

	Individual Quarter 31.12.2014 (RM'000)	Cumulative Quarter 31.12.2014 (RM'000)
Amortisation and depreciation of property, plant and equipment	278	1,056
Interest income	83	783
Realised foreign exchange loss	(18)	(8)
Stocks written off	146	146

Other than the above items, there were no exceptional items that affecting the assets, liabilities, equity, net income or cashflow of the Group during the current quarter under review and the financial year.

A11. Subsequent Events

As at the date of this report, there were no material events subsequent to the balance sheet date that affect the results of the Group for the financial year.

A12. Changes in Composition of the Group

There were no changes in the composition of the Group during the quarter under review and as at the financial year.

A13. Changes in Contingent Liabilities or Contingent Assets

As at the date of this report, the Company has given corporate guarantees amounting to RM9.61 million for credit facilities granted to certain subsidiary companies or in lieu of performance bond requested by client.

Other than as disclosed above, there were no other changes in the contingent liabilities or assets since the last financial year ended 31 December 2013.

A14. Capital Commitments

As at the date of this report, the Group has no material capital commitments.



NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of Performance

For the current quarter under review, the Group recorded a revenue of RM15.24 million as compared to its corresponding preceding quarter of RM10.55 million. Coupled with the increase in revenue, Profit Before Tax ("PBT") in the current quarter was RM5.23 million, representing an increase of 49.86% from its corresponding preceding quarter of RM3.49 million.

The Group achieved a PBT of RM20.39 million for the financial year ended 31 December 2014 as compared to its previous corresponding year to date of RM15.05 million. The overall increase in revenue and PBT were mainly contributed by higher percentage of revenue recognition which was reflected by higher progress work done on on-going projects and new projects secured during the year.

B2. Change in Results of Current Quarter Compared to Preceding Quarter

	Current Quarter ended 31.12.2014 (RM'000)	Preceding Quarter ended 30.09.2014 (RM'000)
Revenue	15,243	16,935
Profit before tax	5,225	5,068

For the current quarter under review, the Group recorded a revenue and PBT of RM15.24 million and RM5.23 million respectively as compared to RM16.94 million and RM5.07 million respectively in its immediate preceding quarter. This reflected a slight decrease in revenue of RM1.69 million although PBT increased by RM157 thousand in the said period.

B3. Current Year Prospects

The Group is pleased that its' revenue and profit after tax for the year ended 31 December 2014 grew 48% and 31% respectively in comparison to its corresponding preceding year ended 31 December 2013.

We believe that the year 2015 may be a challenging one for the Malaysian economy in many respects. As a Group, we intend to exercise vigilance and prudence in achieving our objectives whilst seeking opportunities to expand our business activities. We believe that the recent announcement on the proposed acquisition by the Group of 2 targeted construction companies will help us to do so as such opportunity will enable our Group, amongst others, to enlarge our construction book orders, improve profitability as well as capitalize on the technical expertise, skills and network of resources to further expand our construction business.

Upon the completion of the proposed acquisition, the Group believes that it will allow us to participate in substantially larger projects through their admirable track record, enhance competitiveness and strengthens the overall construction standing of our Group in the construction sector.

Notwithstanding our objective to further grow our construction business, the Group will continue its property development activities and explore new opportunities to diversify its business prospects.

Barring any unforeseen circumstances, the Group is cautiously optimistic but positive on its overall businesses moving forward.



NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

B4. Profit Forecast

There were no profit forecast prepared or profit guarantee made by the Group.

B5. Taxation

	Individual Quarter 31.12.2014 (RM'000)	Cumulative Quarter 31.12.2014 (RM'000)
Malaysia income tax		
- current year	1,398	5,128
- in respect of previous years	-	(28)
	<u>1,398</u>	<u>5,100</u>
Deferred tax		
- current year	(28)	238
- in respect of previous years	-	(6)
	<u>1,370</u>	<u>5,332</u>

The effective tax rate of the Group for income tax in the current financial year is higher than the statutory tax rate of 25% due mainly to certain expenses not deductible. Accumulated tax losses brought forward from previous years have been fully utilised in financial year 2012/2013.

B6. Quoted Securities

There were no quoted securities as at the financial year.

B7. Group Borrowings and Debt Securities

There were no borrowings and debts securities as at the financial year.

B8. Status of Corporate Proposals Announced

On 6 February 2015, the Board of Directors of the Company announced that the Company had entered into a Heads of Agreement with Datuk Tee Eng Ho, Datin Toh Siew Chuon and Mr. Tee Eng Seng ("Vendors") to explore and negotiate further with the Vendors on a proposed acquisition by the Company of the entire issued and paid-up share capital of each Kerjaya Prospek (M) Sdn. Bhd. ("KPSB") and Permatang Bakti Sdn. Bhd. ("PBSB") from the Vendors for an indicative purchase consideration of RM380 million ("Proposed Injection"). The indicative purchase consideration will be satisfied via a combination of new shares issuance and cash. Upon completion of the corporate proposal, KPSB and PBSB will be the wholly-owned subsidiaries of the Company.



NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

B9. Changes in Material Litigation

As at the date of this report, there were no pending material litigation for the Group.

B10. Dividend

No interim dividend has been declared for the current quarter under review and financial year.

B11. Derivatives and Fair Value Changes of Financial Liabilities

(a) There were no derivatives as at the current quarter under review and financial year.

(b) There were no fair value gain/(loss) on fair value changes of financial liabilities for the current quarter under review and financial year.

B12. Sales of unquoted investments and/or properties

There were no sales of unquoted investments and/or properties as at current quarter under review and financial year.



NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

B13. Earnings Per Share

	Individual Quarter Ended		Cumulative Quarter Ended	
	31.12.2014	31.12.2013	31.12.2014	31.12.2013
Earnings				
Profit attributable to equity holders of the Company (RM'000)	3,855	2,837	15,060	11,494
a) Basic				
Weighted average number of ordinary shares ('000)	90,737	90,737	90,737	90,737
Basic Profit per share attributable to equity holders of the Company (Sen)	4.25	3.13	16.60	12.67
b) Diluted				
Weighted average number of ordinary shares (diluted) ('000)	N/A*	N/A*	N/A*	N/A*
Fully diluted earnings / (losses) per share attributable to equity holders of the parent (Sen)	N/A*	N/A*	N/A*	N/A*

* Fully diluted EPS is not calculated as the impact is anti-dilutive



NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2014

B14. Realised and Unrealised Profit / Losses Disclosure

On 25 March 2010, Bursa Malaysia Securities Berhad (“Bursa Securities”) had issued directives to all listed issuers pursuant to Paragraph 2.06 and 2.23 of Bursa Malaysia Main Market Listing Requirements. The directive requires all listed issuers to disclose a breakdown of the unappropriated profits or accumulated losses as at the end of the reporting period, into unrealised profits or losses.

Bursa Securities, had on 20 December 2010 further issued guidance on the disclosure and the prescribed format of presentation.

Pursuant to the directives issued, the disclosure of the Group's realised and unrealised profit / losses is as follows:

	As at 31.12.2014 (RM'000) UNAUDITED	As at 31.12.2013 (RM'000) RESTATED
Total accumulated losses of the Group:		
- Realised	(17,016)	(31,647)
- Unrealised	348	2,329
	<u>(16,668)</u>	<u>(29,318)</u>
Less: Consolidated Adjustments	64,729	65,041
Total accumulated profits	<u>48,061</u>	<u>35,723</u>

The determination of realised and unrealised profits is compiled based on Guidance of Special Matter No.1 “Determination of Realised and Unrealised Profits or Losses in the Context of Disclosures Pursuant to Bursa Malaysia Securities Berhad Listing Requirements”, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profit is solely for the purpose of complying with the disclosure requirements stipulated in the directives of Bursa Securities and not to be applied for any other purposes.