



METRONIC GLOBAL BERHAD

(Company No. : 632068-V)
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS

FOR THE QUARTER ENDED

30 JUNE 2015

METRONIC GLOBAL BERHAD (632068-V)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT AND LOSS
FOR THE SECOND QUARTER ENDED 30 JUNE 2015**

(The figures have not been audited)

	Individual quarter		Cumulative quarter	
	30.06.2015	30.06.2014	30.06.2015	30.06.2014
	RM	RM	RM	RM
Continuing operations				
Revenue	9,720,592	7,637,869	17,674,800	15,183,151
Cost of sales	(7,561,559)	(4,638,389)	(13,900,449)	(9,208,008)
Gross profit	2,159,033	2,999,479	3,774,351	5,975,143
Other income	4,205,261	35,327	7,917,699	73,967
Administration expenses	(806,214)	(473,032)	(1,589,632)	(891,235)
Other operating expenses	(5,010,997)	(2,313,835)	(8,819,572)	(4,505,815)
Profit from operations	547,082	247,940	1,282,847	652,060
Finance costs	(82,205)	(60,720)	(155,121)	(140,048)
Profit before taxation	464,877	187,219	1,127,726	512,012
Income tax expense	(53,530)	-	(617,800)	-
Profit / (Loss) for the period from				
- continuing operations	411,347	187,219	509,926	512,012
- discontinued operations	-	8,362	51,856	(75,864)
Net profit for the period	411,347	195,581	561,782	436,148
Net profit attributable to:				
Owners of the parent	411,347	195,581	561,782	436,148
Non-controlling interests	-	-	-	-
	411,347	195,581	561,782	436,148
Basic earning / (loss) per share attributable to equity holders of the Company (sen):				
- continuing operations	0.06	0.03	0.07	0.08
- discontinued operations	-	0.00	0.01	(0.01)

The interim consolidated income statements should be read in conjunction with the annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements

METRONIC GLOBAL BERHAD (632068-V)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 JUNE 2015**

	Individual quarter		Cumulative quarter	
	30.06.2015 RM	30.06.2014 RM	30.06.2015 RM	30.06.2014 RM
Net profit from:				
- continuing operations	411,347	187,219	509,926	512,012
- discontinued operations	-	8,362	51,856	(75,864)
Net profit for the period	411,347	195,581	561,782	436,148
Other comprehensive income / (expense)				
Financial assets, available-for-sale assets				
- fair value changes	1,375,503	(861,332)	1,614,072	109,946
Foreign currency translation	226,352	(151,736)	882,293	(52,728)
Other comprehensive income/(expense) for the period, net of tax	1,601,855	(1,013,068)	2,496,365	57,218
Total comprehensive income/(expense) for the period, net of tax	2,013,202	(817,487)	3,058,147	493,366
Total comprehensive income/(expense) attributable to:				
Owners of the parent	2,013,202	(817,487)	3,058,147	493,366
Non-controlling interests	-	-	-	-
	2,013,202	(817,487)	3,058,147	493,366

The condensed consolidated income statements should be read in conjunction with the annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements

METRONIC GLOBAL BERHAD (632068-V)
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2015**

	As at 30.06.2015 RM	(Audited) As at 31.12.2014 RM
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	33,418,088	23,217,462
Investment properties	367,896	357,869
Available-for-sale financial assets	12,545,034	15,122,070
Other investments	94,000	94,000
Deferred tax assets	6,863,823	7,438,823
	<u>53,288,841</u>	<u>46,230,224</u>
CURRENT ASSETS		
Inventories	5,074,253	3,859,545
Trade receivables	8,561,298	7,374,465
Other receivables	1,264,382	3,296,530
Tax recoverable	46,007	34,261
Short term deposits	4,572,876	4,945,951
Cash and bank balances	2,352,577	1,674,048
Asset of disposal company classified as held for sale	3,337,425	3,731,588
	<u>25,208,818</u>	<u>24,916,388</u>
TOTAL ASSETS	<u>78,497,659</u>	<u>71,146,612</u>
EQUITY AND LIABILITIES		
Share capital	75,839,750	69,839,750
Revaluation reserve	13,113,034	13,113,034
Foreign currency translation reserve	1,089,425	207,132
Available-for-sale reserve	1,614,072	-
Accumulated losses	(35,475,452)	(36,037,234)
Equity attributable to owners of the parent	<u>56,180,829</u>	<u>47,122,682</u>
Non-controlling interests	-	-
TOTAL EQUITY	<u>56,180,829</u>	<u>47,122,682</u>
NON-CURRENT LIABILITIES		
Loans and borrowings	289,804	316,338
CURRENT LIABILITIES		
Trade payables	4,504,839	5,858,623
Other payables	11,880,733	10,650,841
Loans and borrowings	4,578,273	5,612,504
	<u>20,963,845</u>	<u>22,121,968</u>
Liabilities of disposal company classified as held for sale	1,063,181	1,585,624
TOTAL LIABILITIES	<u>22,316,830</u>	<u>24,023,930</u>
TOTAL EQUITY AND LIABILITIES	<u>78,497,659</u>	<u>71,146,612</u>
NET ASSET PER SHARE	0.07	0.07

The condensed consolidated income statements should be read in conjunction with the annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements

METRONIC GLOBAL BERHAD (632068-V)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 JUNE 2015**

	← Attributable to owners of the parent →						Non-controlling interests	Total equity
	← Non-distributable reserve →			Distributable reserve				
	Share capital RM	Revaluation reserve RM	Foreign currency translation reserve RM	Available-for-sale reserve RM	Accumulated losses RM	Total RM	RM	RM
As at 1 January 2014	67,090,690	13,113,034	876,133	314,823	(37,278,306)	44,116,374		44,116,374
Total comprehensive income/(expense)	-	-	(669,001)	(314,823)	1,241,072	257,248		257,248
Allotment of shares during the year	2,749,060	-	-	-	-	2,749,060	-	2,749,060
Disposal of subsidiary	-	-	-	-	-	-	-	-
As at 31 December 2014	<u>69,839,750</u>	<u>13,113,034</u>	<u>207,132</u>	<u>-</u>	<u>(36,037,234)</u>	<u>47,122,682</u>	<u>-</u>	<u>47,122,682</u>
As at 1 January 2015	69,839,750	13,113,034	207,132	-	(36,037,234)	47,122,682	-	47,122,682
Total comprehensive income	-	-	882,293	1,614,072	561,782	3,058,147	-	3,058,147
Allotment of shares during the year	6,000,000	-	-	-	-	6,000,000	-	6,000,000
As at 30 June 2015	<u>75,839,750</u>	<u>13,113,034</u>	<u>1,089,425</u>	<u>1,614,072</u>	<u>(35,475,452)</u>	<u>56,180,829</u>	<u>-</u>	<u>56,180,829</u>

The condensed consolidated income statements should be read in conjunction with the annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements

METRONIC GLOBAL BERHAD (632068-V)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 30 JUNE 2015**

	30.06.2015	(Audited) 31.12.2014
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation from:		
Continuing operations	1,127,726	1,856,192
Profit from assets held for sale	51,856	(45,478)
Adjustments for:		
Profit on disposal of available for sale ("AFS") financial assets	(238,569)	(869,614)
Impairment on unquoted shares	2,352,990	-
Impairment loss / (reversal) on trade receivables	1,273,529	(363,836)
Gain on unrealised foreign exchange	(96,866)	(4,212)
Gain on disposal of plant and equipment	-	(2,738)
Gain on disposal of subsidiary company	-	(425,097)
Depreciation of property, plant and equipment and investment properties	281,435	535,933
Finance costs	155,121	260,100
Interest income	(74,251)	(187,758)
Operating profit before working capital changes	<u>4,832,971</u>	<u>753,492</u>
Changes in working capital:		
Inventories	(1,214,708)	(2,080,917)
Receivables	2,490,736	7,815,750
Payables	(868,319)	(9,974,980)
Net cash generated from/(used in) operations	<u>5,240,681</u>	<u>(3,486,655)</u>
Taxes paid, net of refund	(63,450)	(104,791)
Interests paid	(155,121)	(260,100)
Interests received	74,251	187,758
Net cash generated from/(used in) operating activities	<u>5,096,361</u>	<u>(3,663,788)</u>

METRONIC GLOBAL BERHAD (632068-V)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 30 JUNE 2015**

(The figures have not been audited)

	30.06.2015	(Audited) 31.12.2014
	RM	RM
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchased of AFS assets	(3,422,345)	(18,925,704)
Purchased of property, plant and equipment	(10,482,062)	(150,074)
Proceeds from disposal of AFS assets	3,846,877	18,103,916
Proceeds from disposal of property, plant and equipment	-	41,680
Net cash outflow from disposal of subsidiary company	-	(85)
Net cash used in from investing activities	<u>(10,057,530)</u>	<u>(930,267)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Withdrawal of fixed deposits under lien with licensed financial institutions	373,075	109,601
(Repayment) / Drawdown of bankers' acceptances and trust receipts	(1,034,231)	140,789
Proceeds from allotment of shares	6,000,000	2,749,060
Repayment of obligation under finance leases and hire purchase	(26,534)	(111,320)
Net cash generated from financing activities	<u>5,312,310</u>	<u>2,888,130</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS	351,141	(1,705,925)
EFFECT OF FOREIGN EXCHANGE RATES CHANGES	651,629	(669,001)
CASH AND CASH EQUIVALENTS AS AT 1 JANUARY 2015	<u>(790,463)</u>	<u>1,584,463</u>
CASH AND CASH EQUIVALENTS AS AT 30 JUNE 2015	<u>212,307</u>	<u>(790,463)</u>
Cash and cash equivalents at the balance sheet date comprise the following:		
Cash and bank balances	2,352,577	1,674,048
Bank overdraft (Note 21)	<u>(2,140,270)</u>	<u>(2,464,511)</u>
	<u>212,307</u>	<u>(790,463)</u>

The condensed consolidated income statements should be read in conjunction with the annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS FOR THE SECOND QUARTER ENDED 30 JUNE 2015 PURSUANT TO MFRS 134

1. Basis of Preparation

This unaudited condensed consolidated interim financial statements ("Condensed Report"), has been prepared in accordance with the reporting requirement as set out in Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached herein for a better understanding of changes in financial position and performance of the Group.

2. Significant Accounting Policies

The accounting policies adopted in the preparation of the Condensed Report are consistent with those followed in the preparation of the Group's audited financial statements for the financial year ended 31 December 2014, except for the adoption of the Amendments and Annual Improvements to Standards effective as of 1 January 2015.

2.1 Adoption of Amendments and Annual Improvements to Standards

The Group has adopted the following Amendments and Annual Improvements to Standards, with a date of initial application of 1 January 2015.

Amendments to MFRS 119 Employee Benefits - *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 did not have any impact on the financial statements of the Group.

2.2 Standards issued but not yet effective

Effective for financial periods beginning on or after 1 January 2017

MFRS 15 Revenue from Contracts with Customers

Effective for financial periods beginning on or after 1 January 2018

MFRS 9 Financial Instruments

The Directors expect that the adoption of the above standards and interpretations will have no material impact on the financial statements in the period of initial application except as discussed below:

MFRS 9 Financial Instruments : Classification and Measurement

In November 2014, MASB issued the final version of MFRS 9 Financial Instruments which reflects all phases of the financial instruments project and replaces MFRS 139 Financial Instruments: Recognition and Measurement and all previous version of MFRS 9. The standard introduces new requirements for classification and measurement, impairment and hedge accounting. MFRS 9 is effective for annual periods beginning on or after 1 January 2018, with early application permitted. Retrospective application is required, but comparative information is not compulsory. The adoption of MFRS 9, will have an effect on the classification and measurement of the Group's financial assets, but no impact on the classification and measurement of the Group's financial liabilities.

2.2 Standards issued but not yet effective (Cont'd)

MFRS 15 Revenue from Contracts with Customers

The objective of MFRS 15 is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing, and uncertainty of revenue and cash flows arising from a contract with a customer. It provides 5-step guidance for entity to recognise its revenue that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

This Standard is applicable to all entities and will supersede all current revenue recognition requirements under MFRS. Either a full or modified retrospective application is required for annual periods beginning on or after 1 January 2017 with early adoption permitted.

3. Assets classified as held for sale and disposal and disposal of subsidiary

On 29 August 2014, The Company has signed a Share Purchase Agreement to dispose of its 70%-owned subsidiary, Metronic Engineering Private Limited ("MEPL") for a consideration of INR9,840,000. The disposal is pending completion. As such, MEPL has been classified as Assets held for sales and discontinued operations. The results of assets held for sale and discontinued operations are as follows:

	Cumulative quarter	
	30.06.2015	30.06.2014
	RM	RM
Revenue	342,001	193,743
Cost of sale	(212,392)	(203,868)
Expenses	(74,017)	(61,777)
Interest expenses	(3,736)	(3,962)
Loss before tax from assets held for sale	51,856	(75,864)
Income tax expense	-	-
Loss after tax from assets held for sale	51,856	(75,864)

Included in assets classified as held for sale in the Group Statements of Financial Position as at 30 June 2015 are :

	Audited	
	30.06.2015	31.12.2014
	RM	RM
Property, plant and equipment	4,478	4,093
Deferred tax assets	23,451	23,543
Inventories	10,110	10,338
Trade receivables	2,731,418	3,175,803
Other receivables	567,969	517,811
Assets classified as held for sale	3,337,425	3,731,588

	Audited	
	30.06.2015	31.12.2014
	RM	RM
Trade payables	1,049,762	1,382,226
Other payables	(123,820)	57,061
Loan and borrowings	137,238	146,337
Liabilities classified as held for sale	1,063,181	1,585,624

4. Seasonality or cyclical of interim operations

The Group's interim operation are not materially affected by seasonal or cyclical factors during the financial period under review.

5. Unusual items affecting assets, liabilities, equity, net income or cash flows

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

6. Material changes in estimates

There were no changes in estimates that have had any material effect on the result for the current financial quarter and financial period under review.

7. Debt and equity securities

There were no issuances, repurchases and repayments of debt securities during the financial quarter and financial period under review except for on 25 June 2015, the company increased its paid up capital from RM 69,839,750 to RM 75,839,750 by an allotment of 60,000,000 ordinary shares of RM 0.10 each at par for cash for purchase of land. These new shares rank pari passu with the existing shares of the company.

8. Dividends

No dividend was paid during the current financial quarter and previous corresponding quarter.

9. Segmental information

Analysis by segments is as follow:-

By geographical segments:

	3 months ended		6 months ended	
	30.06.2015 RM	30.06.2014 RM	30.06.2015 RM	30.06.2014 RM
Segment revenue				
Malaysia	9,720,592	7,636,243	17,674,800	14,989,408
Overseas	-	-	-	-
Total revenue	<u>9,720,592</u>	<u>7,636,243</u>	<u>17,674,800</u>	<u>14,989,408</u>
Inter-segment elimination	-	-	-	-
Continued operations	<u>9,720,592</u>	<u>7,636,243</u>	<u>17,674,800</u>	<u>14,989,408</u>
Discontinued operation	-	1,626	342,001	193,743
Inter-segment elimination	-	-	-	-
External customers	<u>9,720,592</u>	<u>7,637,869</u>	<u>18,016,801</u>	<u>15,183,151</u>

Results

Operating results

Malaysia	616,133	248,543	2,776,602	657,489
Overseas	<u>(69,051)</u>	<u>(603)</u>	<u>(1,493,755)</u>	<u>(145,286)</u>
	547,082	247,940	1,282,847	512,203
Finance costs	<u>(82,205)</u>	<u>(60,720)</u>	<u>(155,121)</u>	<u>(191)</u>
Profit/(loss) before tax	464,877	187,219	1,127,726	512,012
- Continued operation				
(Loss)/profit before tax				
- Discontinued operation	-	8,362	51,856	(75,864)
Profit/(Loss) before tax	<u>464,877</u>	<u>195,581</u>	<u>1,179,582</u>	<u>436,148</u>

By business segments:

	3 months ended		6 months ended	
	30.06.2015 RM	30.06.2014 RM	30.06.2015 RM	30.06.2014 RM
Segment revenue				
Engineering	9,720,592	7,636,243	17,674,800	14,989,408
ICT support services	-	-	-	-
Investment holding	-	-	-	-
Total revenue	<u>9,720,592</u>	<u>7,636,243</u>	<u>17,674,800</u>	<u>14,989,408</u>
Inter-segment elimination	-	-	-	-
Continued operations	<u>9,720,592</u>	<u>7,636,243</u>	<u>17,674,800</u>	<u>14,989,408</u>
Discontinued operation	-	1,626	342,001	193,743
Inter-segment elimination	-	-	-	-
External customers	<u>9,720,592</u>	<u>7,637,869</u>	<u>18,016,801</u>	<u>15,183,151</u>

Results

Operating results				
Engineering	3,111,219	247,771	3,658,880	335,354
Investment holding	<u>(2,564,137)</u>	<u>168</u>	<u>(2,376,033)</u>	<u>176,849</u>
Share of profit of associate	-	-	-	-
	547,082	247,939	1,282,847	512,203
Finance costs	<u>(82,205)</u>	<u>(60,720)</u>	<u>(155,121)</u>	<u>(191)</u>
Profit/(Loss) before tax	464,877	187,219	1,127,726	512,012
- Continued operations				
(Loss)/profit before tax				
- Discontinued operation	-	8,362	51,856	(75,864)
Profit/(Loss) before tax	<u>464,877</u>	<u>195,581</u>	<u>1,179,582</u>	<u>436,148</u>

10. Material subsequent events

Other than those disclosed in Note A3 and Note 20, there were no material subsequent events during the period ended 30 June 2015.

11. Changes in the composition of the Group

Other than those disclosed in Note A3, there were no changes in the composition of the Group during the period ended 30 June 2015.

12. Contingent liabilities

Contingent liabilities of the Group as at the latest practicable date are as follows:

	RM
(a) Secured :	
Performance and financial guarantees issued by the banks to third parties	<u>6,502,134</u>
(b) Unsecured	RM
Corporate guarantees given to licensed banks for credit facilities granted to subsidiaries	<u>50,500,000</u>
Corporate guarantees given to performance for project granted to subsidiaries	<u>43,042,826</u>

13. Capital commitments

There were no capital commitments during the current quarter under review.

14. Significant related party transactions

There were no significant related party transactions for the current quarter under review.

METRONIC GLOBAL BERHAD (632068-V)
(Incorporated in Malaysia)

**ADDITIONAL INFORMATION PURSUANT TO THE LISTING REQUIREMENTS OF BURSA MALAYSIA
SECURITIES BERHAD**

15. Performance review

Continuing operations

Quarter Ended 30 June 2015

The Group recorded revenue of RM9.7 million for the current quarter under review, which is RM2.1 million or 27% higher than the corresponding quarter of RM7.6 million in the previous financial year mainly due to increase in revenue from Engineering Division.

The Group posted profit before taxation of RM0.46 million, representing an increase of RM0.27 million compared to the profit before tax of RM0.19 million for the corresponding quarter in the previous year.

Period Ended 30 June 2015

The Group recorded revenue of RM17 million for the current period ended, which is RM2.5 million or 16% higher than the corresponding period of RM15 million in the previous financial year due to increase in revenue from Engineering Division.

The Group posted profit before taxation of RM1.1 million, representing an increase of RM0.5 million compared to the profit before tax of RM0.6 million for the corresponding quarter in the previous year.

16. Material Change in Profit Before Taxation of Current Quarter Compared with Preceding Quarter

Continuing operations

	Individual quarter	
	30.06.2015	31.03.2015
	RM	RM
Revenue	9,720,592	7,954,208
Profit before taxation	464,877	662,849

The profit before taxation for the current quarter is lower by 30% or RM0.2 million. This is mainly due to the impairment on unquoted investment of RM2.3million. The impact is mitigated by the increase in revenue over the quarter.

17. Current year prospects

The Group is aware of the challenges ahead for the our Engineering Division in view of the intense competition and current economy situation. In addition to the recent diversification to property segment, which is now at the infant stage, the Group will continue to explore other new opportunities in order to build up a strong order book. Nevertheless, the Group will continue taking various measures to enhance its operational efficiency and effective cost management in order to improve the performance of the Group.

The Group also undertake to rationalize its available asset and investments towards optimising returns.

18. Profit forecast or profit guarantee

Not applicable as no profit forecast was published by the Group.

19. Taxation

	3 months ended		6 months ended	
	30.06.2015	30.06.2014	30.06.2015	30.06.2014
	RM	RM	RM	RM
Income tax expense:				
Malaysian income tax	42,800	-	42,800	-
Deferred Tax				
- Relating to origination and reversal of temporary differences	10,730	-	575,000	-
	<u>53,530</u>	<u>-</u>	<u>617,800</u>	<u>-</u>

Income tax expense is recognized in each interim period based on the best estimate of the income tax payable for the full financial year. The effective income tax rate for the current period year to date was higher than statutory tax rate, principally due to certain expenses are not allowed for tax deductions.

20. Status of Corporate Proposals

- On 29 August 2014, The Company has signed a Share Purchase Agreement to dispose of its 70%-owned subsidiary, Metronic Engineering Private Limited ("MEPL") for a consideration of INR9,840,000. The disposal is pending completion.
- On 30 December 2014, M One Country Development Sdn Bhd ("MOCD") signed an agreement to acquire 2 pieces of land for a total purchase consideration of RM9,800,000 to be satisfied via the issuance of RM6,000,000 worth of new ordinary shares of RM0.10 each in the Company, cash payment of RM1.88 million and delivery of 3 shop houses completed on the land to the vendor.

The shares were issued on 25 June 2015 upon approval of shareholders being obtained on 23 June 2015 in an Extraordinary general meeting held. The purchase is pending completion.

- On 13 April 2015, Metronic Integrated System Sdn Bhd ("MISSB"), a wholly owned subsidiary, signed a joint venture agreement with UMK Business Ventures Sdn Bhd, a wholly owned subsidiary of University Malaysia Kelantan to form a joint venture company (JVC) with an initial paid up share capital of RM500,000 with 70%-owned by MISSB. The objective of the JVC is to submit application to the Government of Malaysia for a 100MW solar power plant in Kelantan.

21. Borrowings

	30.06.2015
	RM
Current	
Secured borrowings	
Bank overdraft	2,140,270
Bankers' acceptances	2,335,610
Hire purchase	<u>102,393</u>
	<u>4,578,273</u>
Non - Current	
Secured borrowings	
Hire purchase	289,804
Total	<u><u>4,868,077</u></u>

All loans and borrowings are denominated in Ringgit Malaysia ("RM").

22. Proposed Dividend

There was no dividend proposed in the current quarter and the previous corresponding quarter.

23. Earnings per share

	Individual quarter		Cumulative quarter	
	30.06.2015	30.06.2014	30.06.2015	30.06.2014
	RM	RM	RM	RM
Profit / (Loss) attributable to ordinary equity owners of the parent (RM'000)				
- Continuing operations	411,347	187,219	509,926	512,012
- Discontinued operations	-	8,362	51,856	(75,864)
	<u>411,347</u>	<u>195,581</u>	<u>561,782</u>	<u>436,148</u>
Weighted average number of ordinary shares in issue	698,479,692	678,548,778	698,479,692	678,548,778
Basic earnings per share (sen)				
- Continuing operations	0.06	0.03	0.07	0.08
- Discontinued operations	-	0.00	0.01	(0.01)
	<u>0.06</u>	<u>0.03</u>	<u>0.08</u>	<u>0.06</u>

The Group does not have in issue any financial instrument or other contract that may entitle its holder to ordinary shares and which may dilute its basic earnings per share

24. Profit/(Loss) for the period

	3 months ended		6 months ended	
	30.06.2015	30.06.2014	30.06.2015	30.06.2014
	RM	RM	RM	RM
After charging/(crediting):				
Depreciation of property, plant and equipment	143,942	112,606	281,435	217,014
Loss / (Gain) on foreign exchange - realised	2,420	6,960	22,797	69,413
unrealised	(97,399)	(32)	(96,866)	(685)
Gain on disposal of available-for-sale financial assets	(238,569)	-	(238,569)	-
Impairment loss on investment - Unquoted shares	2,352,990	-	2,352,990	-
Impairment loss on trade receivables	-	-	1,273,529	-
Interest expense	82,205	60,720	155,121	140,048
Interest income	(37,555)	(35,327)	(74,251)	(73,967)
Amortisation of intangible assets	-	10,027	-	10,027
Loss/(Gain) on disposal of plant and equipment	-	12	-	(1,335)

25. Audit Report

The auditors' report on Group's financial statements for the year ended 31 December 2014 was not qualified

26. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on **20 August 2015**.

27. Disclosure of Realised and Unrealised losses

The breakdown of the accumulated loss of the Group as at reporting date, into realised and unrealised loss, is as follows:

	30.06.2015	30.06.2014
	RM	RM
Total accumulated losses		
- Realised	(27,941,201)	(31,728,366)
- Unrealised	1,573,121	992,580
	<u>(26,368,081)</u>	<u>(30,735,786)</u>
Less: Consolidation adjustments	(9,107,372)	(5,301,448)
Accumulated loss as per consolidated accounts	<u>(35,475,453)</u>	<u>(36,037,234)</u>