CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2015

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 30/09/2015 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/09/2014 RM'000	CURRENT YEAR TO DATE 30/09/2015 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/09/2014 RM'000
Revenue	14	37,812	32,160	37,812	32,160
Cost of sales		(26,997)	(22,129)	(26,997)	(22,129)
Gross profit		**10,815**	**10,031**	**10,815**	**10,031**
Other operating income		245	810	245	810
Other operating expenses		(8,907)	(6,936)	(8,907)	(6,936)
Profit from operations		**2,153**	**3,905**	**2,153**	**3,905**
Finance costs, net		(24)	(45)	(24)	(45)
Share of profit of associates		-	-	-	-
Profit before taxation	**14**	**2,129**	**3,860**	**2,129**	**3,860**
Income tax expense	18	(415)	(462)	(415)	(462)
Profit for the financial period		**1,714**	**3,398**	**1,714**	**3,398**
Other comprehensive income:					
Foreign currency translation differences		1,313	17	1,313	17
Total comprehensive income for the financial period		**3,027**	**3,415**	**3,027**	**3,415**
Profit attributable to:					
Owners of the Company		1,254	2,510	1,254	2,510
Non-controlling interests		460	888	460	888
		1,714	**3,398**	**1,714**	**3,398**
Total comprehensive income attributable to:					
Owners of the Company		2,934	2,519	2,934	2,519
Non-controlling interests		93	896	93	896
		3,027	**3,415**	**3,027**	**3,415**
Basic earnings per share (sen)	**23**	**0.56**	**1.11**	**0.56**	**1.11**

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2015.

The accompanying notes are an integral part of this statement.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2015

	Note	(Unaudited) AS AT 30/09/2015 RM'000	(Audited) AS AT 30/6/2015 RM'000
NON-CURRENT ASSETS			
Property, plant and equipment		8,208	8,161
Investment properties		2,751	2,848
Other investments		-	2
Investment in jointly controlled entity		2,695	2,695
Intangible assets - others		6	7
Intangible assets - goodwill		5,912	5,912
Deferred tax assets		-	311
		19,572	**19,936**
CURRENT ASSETS			
Amount owing by jointly controlled entity		-	-
Inventories		21,633	17,535
Tax recoverable		2,941	2,456
Other receivables		12,927	2,663
Trade receivables		54,128	56,841
Deposits with licensed banks, cash and bank balances		51,933	53,555
		143,562	**133,050**
TOTAL ASSETS		**163,134**	**152,986**
EQUITY AND LIABILITIES			
Equity			
Share capital		68,604	68,604
Treasury shares		(855)	(855)
Reserves		26,782	23,848
Equity attributable to owners of the Company		**94,531**	**91,597**
Non-controlling interests		25,458	25,365
Total Equity		**119,989**	**116,962**
NON-CURRENT LIABILITIES			
Other payables		2,885	2,501
Provision for end of service benefit		-	210
Long term borrowings	20	112	337
Deferred tax liabilities		152	163
		3,149	**3,211**
CURRENT LIABILITIES			
Other payables		15,132	9,710
Trade payables		23,806	20,722
Provision for taxation		606	568
Short term borrowings	20	452	1,813
		39,996	**32,813**
TOTAL LIABILITIES		**43,145**	**36,024**
TOTAL EQUITY AND LIABILITIES		**163,134**	**152,986**
NET ASSETS PER SHARE (SEN)		**41.9**	**40.6**

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2015.

The accompanying notes are an integral part of this statement.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2015

	CURRENT PERIOD TO DATE 30/09/2015 RM'000	PREVIOUS PERIOD TO DATE 30/09/2014 RM'000
CASH FLOWS FOR OPERATING ACTIVITIES		
Profit before taxation	2,129	3,860
Adjustments for:		
Non-cash items	5,703	(329)
Non-operating items	24	45
Operating profit before working capital changes	**7,856**	**3,576**
Net change in current assets	(11,649)	(1,579)
Net change in current liabilities	4,671	(1,535)
Cash generated from/(used in) operations	**878**	**462**
Interest paid	(102)	(139)
Payment for retirement benefit obligation	-	(870)
Payment for provision for end service benefits	-	-
Taxes paid	(506)	-
Net cash generated from/(used in) operating activities	**270**	**(547)**
CASH FLOWS FROM INVESTING ACTIVITIES		
Net change in amount owing by/to jointly controlled entity	-	1,776
Net cash inflow arising on disposal of a subsidiary	-	192
Purchase of plant and equipment	(460)	(661)
Proceeds from disposals of plant and equipment	-	(8)
Revaluation on property	-	-
Interest received	78	93
Net cash (used in)/generated from investing activities	**(382)**	**1,392**
CASH FLOWS FOR FINANCING ACTIVITIES		
Repayment of revolving credit/term loans	(1,511)	(126)
Repayment of trade loan	-	-
Repayment of hire purchase and lease payables	-	(42)
Dividends paid to non-controlling interest	-	(1,960)
Net cash used in financing activities	**(1,511)**	**(2,128)**
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	**(1,623)**	**(1,283)**
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	**53,555**	**43,363**
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	**51,932**	**42,080**
Cash and cash equivalents comprise:		
Cash and bank balances	39,159	22,883
Deposits with licensed bank	12,773	19,197
	51,932	**42,080**

The Condensed Consolidated Statement of Cash flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2015.

The accompanying notes are an integral part of this statement.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2015

	----------[Non - Distributable]----------									
	Share Capital	Share Premium	Treasury Shares	Foreign Exchange Reserves	Revaluation Reserves	Statutory Reserve	Distributable Retained Profits	Total	Non-Controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
30 September 2015										
At 1 July 2015	68,604	7,649	(855)	2,863	2,929	307	10,100	91,597	25,365	116,962
Effects of applying MFRS 11	-	-	-	-	-	-	-	-	-	-
Restated balance	68,604	7,649	(855)	2,863	2,929	307	10,100	91,597	25,365	116,962
Total comprehensive income for the financial year	-	-	-	1,680	-	-	1,254	2,934	93	3,027
At 30 September 2015	**68,604**	**7,649**	**(855)**	**4,543**	**2,929**	**307**	**11,354**	**94,531**	**25,458**	**119,989**
30 September 2014										
At 1 July 2014	68,604	7,649	(855)	1,289	-	307	2,018	79,012	27,780	106,792
Total comprehensive income for the financial year	-	-	-	1,574	2,929	-	8,082	12,585	(2,415)	10,170
At 30 September 2014	**68,604**	**7,649**	**(855)**	**2,863**	**2,929**	**307**	**10,100**	**91,597**	**25,365**	**116,962**

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2015.

The accompanying notes are an integral part of this statement.

EXPLANATORY NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 30 SEPTEMBER 2015

PART A – EXPLANATORY NOTES PURSUANT TO FRS 134

1. BASIS OF PREPARATION

The interim financial report is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS"), MFRS 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 30 June 2015.

These explanatory notes attached to the interim financial statements 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 30 June 2015.

MFRSs, Amendments to MFRSs and IC Interpretations issued but not yet effective

The following MFRSs, Amendments to MFRSs and IC Interpretations have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective, and have yet to be adopted by the Group:

MFRSs, Amendments to MFRSs and IC Interpretations		Effective Date
MFRS 14	Regulatory Deferral Accounts	1 January 2016
MFRS 15	Revenue From Contracts with Customers	1 January 2017
MFRS 9	Financial Instruments	1 January 2018
Amendments to MFRS 11	Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to MFRS 116 and MFRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to MFRS 9 and MFRS 7	Mandatory Effective Date of MFRS 9 and Transition Disclosures	1 January 2018

The adoption of the accounting standards, amendments and interpretations set out above is expected to have no material impact on the financial statements of the Group upon their initial application.

2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the financial year ended 30 June 2015 was not subject to any audit qualification.

3. SEASONAL OR CYCLICAL FACTORS

The Group's business was not affected by any significant seasonal or cyclical factors during the current quarter under review.

4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There was no unusual item affecting assets, liabilities, equity, net income or cash flows during the current quarter under review.

5. CHANGE IN ESTIMATES

There was no change in estimates of amounts reported in the prior financial year that have a material effect in the current quarter.

6. DEBT AND EQUITY SECURITIES

There was no issuance, cancellation, repurchases, resale and repayment of debt and equity securities during the current quarter under review

The number of treasury shares held as at 30 September 2015 is as follows:-

	No. of shares	Amount RM
Balance of treasury shares as at 1 July 2015	3,326,800	855,221
add: Purchase of treasury shares during the period under review	-	-
Balance of treasury shares as at 30 September 2015	3,326,800	855,221

7. DIVIDENDS PAID

There was no dividend paid in the current quarter.

8. SEGMENTAL INFORMATION

The segment information for the current period to-date ended 30 September 2015 is as follows:

	Investment holding	Facilities Division	Engineering Division	Environment Division	Adjustments and eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	-	25,387	7,542	8,994	(4,111)	37,812
Segment (loss)/profit	(640)	1,773	(141)	1,137	-	2,129
Segment assets	50,369	66,168	33,236	62,505	(49,144)	163,134

9. CARRYING AMOUNT OF REVALUED ASSETS

Not Applicable.

10. SIGNIFICANT AND SUBSEQUENT EVENT

There were no material events subsequent to 30 September 2015 to the date of this report that have not been reflected in the financial statements for the current financial period.

11. CHANGES IN COMPOSITION OF THE GROUP

On 25 June 2015, Stream Environment (HK) Limited was incorporated as a wholly owned subsidiary of Nexaldes Sdn Bhd with an issued and paid up capital of HK$10,000.

12. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no material contingent liabilities or contingent assets as at the date of this report.

13. COMMITMENTS

There were no material commitments which require disclosure in this report except for the following:

	As at 30 September 2015 RM'000	As at 30 June 2015 RM'000
Non-cancellable operating lease commitments		
Future minimum rentals payable:		
Not later than 1 year	669	669
Later than 1 year and not later than 2 years	338	338
Later than 2 years and not later than 5 years	119	119
	1,126	1,126

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

14. PERFORMANCE REVIEW BY SEGMENTS

Revenue	Current quarter ended 30 September 2015	Current period to-date ended 30 September 2015	Preceding year corresponding period ended 30 September 2014	Variance for Period-to-date [Favorable / (adverse)]
	RM'000	RM'000	RM'000	RM'000
Facilities	21,409	21,409	17,331	4,078
Environment	8,994	8,994	7,749	1,245
Engineering	7,409	7,409	7,080	(329)

Segment profit/(loss)	Current quarter ended 30 September 2015	Current period to-date ended 30 September 2015	Preceding year corresponding period ended 30 September 2014	Variance for period-to-date [Favorable / (adverse)]
	RM'000	RM'000	RM'000	RM'000
Facilities	1,773	1,773	1,353	420
Environment	1,137	1,137	2,084	(947)
Engineering	(141)	(141)	716	(857)

14.1 Facilities Division

This Division registered a pre-tax profit of RM1.7 million for the current period to-date which was RM0.4 million higher as compared to the corresponding period last year. This was due to higher revenue earned during the period under review, as several new contracts have been secured since the corresponding period last year. The higher revenue translated to improved profitability for the Division for the period under review.

14.2 Environment Division

The Environment Division recorded a pre-tax profit of RM1.1 million for the current period to-date as compared to a pre-tax profit of RM2.1 million last year. This was primarily due to a reduction of margins earned on projects undertaken and an increase in overhead expenses in the current period given the larger revenue earned for the period. We expect margins recognized for projects undertaken in the current year to improve for the remainder of the financial year.

14.3 Engineering Division

This division incurred slight losses of RM0.1 million for the current period, compared to RM0.7 mil pre tax earnings last year. The loss incurred for the current period was mainly due to the poorer performance of our trading operations including in our Singapore subsidiary. The losses in the trading operations was largely offset by the performance in the air conditioning project works undertaken.

15. COMMENTARY ON MATERIAL VARIATION IN PROFIT BEFORE TAXATION AGAINST PRECEDING QUARTER

	Current quarter ended 30 September 2015 RM'000	Preceding quarter ended 30 June 2015 RM'000	Variance [Favorable / (adverse)] RM'000
Profit before taxation	2,129	2,107	22

The Group registered profit before taxation of RM2.1 million for the current quarter which was consistent to the amount reported in the immediate preceding quarter. This was due to the fact that revenue has improved slightly over the two quarters reviewed. No significant impact on profit before taxation is apparent because of a drop in margins in the environment division and higher overhead expenses incurred.

16. COMMENTARY ON PROSPECTS

16.1 Facilities Division

The income of the Facilities Division is derived from Integrated Facility Management of buildings and facilities under our care. This includes Federal Government buildings and facilities in the Southern Region (states of Negeri Sembilan, Melaka and Johor) and in the state of Sarawak under the Concession segment. The buildings and facilities under our care under the Concession are currently on an interim contract until 31 December 2015.

Other buildings and facilities maintained by us are under the Commercial segment which handles various short term contracts outside of the Concession.

The revenue from the Concession segment is currently based on old rates (effective since 2001). Revenue is expected to improve once the new Concession Agreement is executed. We foresee steady growth in the Commercial segment for the future.

The Healthcare division relates to buildings and facilities under the Healthcare segment in the Facilities Division. We have recently commenced a new contract under the Healthcare segment, where positive results are expected to be derived for the remainder of the financial year.

16.2 Environment Division

Revenue and profit of the Environment Division are closely pegged to project income from contracted onshore and offshore projects which are highly correlated to:-

(a) The economic prospects and development of the offshore regions in which it operates principally in which are locally in Malaysia, the Middle East and Singapore.

16. COMMENTARY ON PROSPECTS (contd)

(b) Project risks such as delay in commencement, progress and completion of projects which may result in lower revenue recognition leading to an adverse impact on the financial performance of this Division.

In addition, the Division is also exposed to foreign currency risks of its operating regions such as United Emirates Dirham and Singapore Dollar.

Considering the present global economic climate, the Environment Division shall be selective in building its order books in developing and upcoming economies both abroad and closer to home. However, the Environment Division has recently secured several new projects both locally and overseas where it foresees positive contribution to overall group results.

16.3 Engineering Division

Performance of this Division is expected to remain closely pegged to the cyclical construction sector in both Malaysia and Singapore which is highly correlated to the economic outlook and consumers' sentiment under intense market competition. In addition, AWC had recently on 9 October 2015 completed the acquisition of Qudotech Sdn Bhd ("Qudotech") and DD Techniche Sdn Bhd ("DDT"). The previous owners of Qudotech and DDT are providing a profit guarantee of RM3.9 million per annum for the two companies for the two financial years ending 30 June 2016 and 30 June 2017. The results of Qudotech and DDT will be consolidated into the AWC Group's results from 9 October 2015 onwards, i.e. from Quarter 2 onwards. This is expected to contribute positively to the performance of the Division and of the AWC Group going forward.

17. PROFIT FORECAST OR PROFIT GUARANTEE

Not applicable.

18. INCOME TAX EXPENSE

	Current quarter ended 30 September 2015 RM'000	Period to date ended 30 September 2015 RM'000
Income tax expense for the period	(415)	(415)

The effective tax rate of certain subsidiaries is lower than the statutory tax rate mainly due to the effect of tax exempt profits from the joint controlled entity, foreign-source income generated from its operations in Abu Dhabi, United Arab Emirates and pioneer status tax incentive enjoyed by certain subsidiaries of the Group.

19. CORPORATE PROPOSALS

On 29th July 2015, the Company announced the following multiple proposals:

19.1 Proposed Acquisition

The Company on 29th July 2015 signed a Conditional Share Sale Agreement for the proposed acquisition of 750,000 ordinary shares of RM1.00 each in Qudotech and 500,000 ordinary shares of RM1.00 each in DDT, representing the entire equity interest of both Qudotech and DDT respectively, for a total consideration of RM26.50 million to be satisfied by a combination of cash and issuance and allotment of new ordinary shares of par value RM0.30 each in AWC ("**Proposed Acquisition**"). Under the terms of the Proposed Acquisition, the Vendors are to provide AWC with a profit guarantee of RM3.9 million each per annum for the two financial years ending 30 June 2016 and 30 June 2017;

The Proposed Acquisition was approved by the shareholders of AWC at a general meeting on 1 October 2015, and were subsequently completed on 9 October 2015.

and

19.2 Proposed Employees Share Option Scheme ("ESOS")

The establishment of a Proposed ESOS of up to fifteen percent (15%) of the issued and paid-up share capital of AWC (excluding treasury shares) at any point in time.

The ESOS was approved by the shareholders of AWC at a general meeting on 1 October 2015, and options were granted to eligible employees of the AWC Group on 2 November 2015.

20. BORROWINGS

	As at 30 September 2015 RM'000	As at 30 June 2015 RM'000
Secured short-term borrowings:		
Term loan	-	-
Revolving credit	-	1,511
Hire purchase payables	452	527
Total short-term borrowings	452	2,037
Secured long-term borrowings:		
Term loan	-	-
Hire purchase payables	112	402
	112	402
Total borrowings	564	2,440

All of the above borrowings are denominated in Ringgit Malaysia.

21. MATERIAL LITIGATION

There is no material litigation which may materially affect the Group for the current quarter under review.

22. PROPOSED DIVIDEND

There was no dividend proposed in the current quarter.

23. EARNINGS PER SHARE

The basic earnings per ordinary share of the Group is calculated based on the Group's net profit for the period attributable to owners of the Company over the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company as follows:

	Current quarter ended 30 September 2015	Period to date ended 30 September 2015
Profit attributable to owners of the company (RM'000)	1,254	1,254
Weighted average number of ordinary shares in issue, excluding treasury shares ('000)	225,342	225,342
Basic earnings per share (sen)	0.56	0.56

There are no shares or other financial instruments in issue which have a dilutive effect on the earnings per share of the Group.

24. REALISED AND UNREALISED PROFITS/LOSSES

	As at 30 September 2015 RM'000
Total retained profits / (accumulated losses) of the Company and its subsidiaries:	
- Realised	48,047
- Unrealised	9
	48,056
Total share of retained profit / (accumulated losses) from associated company:	
- Realised	-
- Unrealised	-
Total share of retained profit / (accumulated losses) from jointly controlled entity:	
- Realised	2,695
- Unrealised	-
	50,751
Less: Consolidation adjustments	(39,397)
Total group retained profit / (accumulated losses) as per consolidated accounts	11,354

25. ITEMS INCLUDED IN CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Profit from operations is for the current quarter and period to-date ended 30 September 2015 is stated after charging / (crediting) the following items:

	Current quarter ended 30 September 2015 RM'000	Period to date ended 30 September 2015 RM'000
Interest income	(78)	(78)
Other (income)/expenses	(245)	(245)
Interest expense	102	102
Depreciation and amortisation	569	569
Provision for and write off of receivables	-	-
Provision for and write off of inventories	-	-
(Gain)/loss on disposal of quoted or unquoted investments or properties		
Impairment of assets	-	-
Foreign exchange (gain)/ loss	(160)	(160)
(Gain)/ loss on derivatives	-	-
Exceptional items	-	-

26. AUTHORISATION FOR ISSUE

This interim financial report has been approved by the Board of Directors of the Company for issuance on 23 November 2015.