

Review of performance of the Group

The Group recorded revenue of RM81.3 million year to date which represents a RM3.6 million increase as compared to the same period of last year. During the period under review, the manufacturing division has seen its revenue consistent with that of the same period of last year while property development & construction division has shown an increase of RM6.0 million from RM18.5 million recorded in the same period last year due to increase in construction activities.

Revenue recorded in the current quarter is at RM42.7 million which represents an increase of RM4.0 million as compared to RM38.6 million recorded in the last quarter. The lower revenue recorded in the previous quarter are mainly due to lower construction activities in the previous quarter because of festive season.

Comment on material change in loss before taxation (“LBT”)

LBT recorded for the first 6 months ended 31 July 2014 is at RM3.6 million which is RM0.5 million higher than RM3.1 million recorded in the same period last year. The slight increase in LBT of RM0.5 million is due to the increase in operating cost of the Group.

The Group recorded a lower LBT of RM0.5 million compared to RM3.1 million recorded in the last quarter. Improvements are mainly due to lower LBT recorded by the property development & construction division which recorded LBT of RM0.4 million compared to LBT of RM3.8 million in the previous quarter. The lower LBT recorded in the current quarter is due to higher construction activities in the current quarter.