SCC Holdings Berhad (Company No. 511477-A)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2016

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 30-Sep-2016 RM'000 Unaudited	Preceding Year Current Quarter Ended 30-Sep-2015 RM'000 Unaudited	Current Year to Date Ended 30-Sep-2016 RM'000 Unaudited	Preceding Year To Date Ended 30-Sep-2015 RM'000 Unaudited
Revenue	14,168	14,932	46,922	43,078
Cost of sales	(8,788)	(9,691)	(28,295)	(26,875)
Gross profit	5,380	5,241	18,627	16,203
Other income	311	154	616	662
Administrative and other operating expenses	(3,219)	(2,817)	(9,171)	(8,253)
Selling and distribution expenses	(1,379)	(1,088)	(4,010)	(2,949)
Operating profit	1,093	1,490	6,062	5,663
Depreciation	(162)	(144)	(485)	(433)
Allowance for impairment	(68)	(2)	(68)	(2)
Finance costs	(1)	(3)	(6)	(8)
Profit before taxation	862	1,341	5,503	5,220
Taxation	(385)	(511)	(1,720)	(1,804)
Profit for the period	477	830	3,783	3,416
Other comprehensive income	(11)	(1)	(1)	4
Total comprehensive income for the period	466	829	3,782	3,420
Profit after taxation attributable to the equity holders of the Company	477	830	3,783	3,416
Total comprehensive income attributable to the equity holders of the Company	466	829	3,782	3,420
Weighted average no. of ordinary shares in issue ('000)	42,776	42,757	42,729	42,757
Earnings per share (sen):				
- Basic	1.12	1.94	8.85	7.99
- Diluted	1.12	1.94	8.85	7.99

Note:

1) The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conSepction with the Audited Financial Statements for the financial year ended ("FYE") 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2016

	UNAUDITED As at 30-Sep-2016 RM'000	AUDITED As At 31-Dec-2015 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	5,346	5,436
Investment securities	66	67
Goodwill on consolidation	8	8
	5,420	5,511
Current Assets		
Inventories	8,506	7,475
Trade receivables	10,959	13,571
Other receivables, deposits and prepayments	412	813
Tax recoverable	488	37
Financial assets	14,558	8,249
Fixed Deposits placed with licensed banks	1,434	200
Cash and bank balances	1,451	5,866
	37,808	36,211
TOTAL ASSETS	43,228	41,722
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	21,388	21,379
Share premium	2,696	2,667
Retained profits	13,471	11,827
Reserve	50	51
Total equity	37,605	35,924
Non current liabilities		
Deferred tax liabilities	167	167
Hire purchase payable	91	91
	258	258
Current liabilities		
Trade payables	2,467	2,961
Other payables, deposits and accruals	1,919	1,653
Hire purchase payables	23	90
Tax payables	956	836
	5,365	5,540
Total liabilities	5,623	5,798
TOTAL EQUITY AND LIABILITIES	43,228	41,722
Net assets per share attributable to ordinary equity owners of the Company (sen)	87.95	84.02

Note:

1) The Unaudited Condensed Consolidated Statement of Financial Position should be read in conSepction with the Audited Financial Statements for the FYE 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

SCC Holdings Berhad (Company No. 511477-A)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2016

	Attributable to Equity Holders of the Company				
		Non-Distributable		Distributable	
	Share Capital RM'000	Share Premium RM'000	Fair value Adjustment Reserve RM'000	Retained Profits RM'000	Total Equity RM'000
Balance as at 1.1.2015	21,379	2,667	37	9,697	33,780
Dividends	-	-	-	(4,276)	(4,276)
Total comprehensive income for the financial year	-	-	14	6,406	6,420
At 31 December 2015 *(Audited)*	21,379	2,667	51	11,827	35,924
Balance as at 1.1.2016	21,379	2,667	51	11,827	35,924
Issue of new shares	9	29	-	-	38
Dividends				(2,139)	(2,139)
Total comprehensive income for the financial period	-	-	(1)	3,783	3,782
Balance as at 30.09.2016 *(Unaudited)*	21,388	2,696	50	13,471	37,605

Note:

1) The Unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

SCC Holdings Berhad (Company No. 511477-A)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2016

	Current Year To Date Ended 30-Sep-2016 (Unaudited) RM'000	Preceeding Year To Date Ended 30-Sep-2015 (Unaudited) RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	5,503	5,220
Adjustments for		
- Depreciation	485	433
- Gain/loss on disposal of property, plant and equipment	15	(62)
- Allowance for impairment	68	4
- Reversal of impairment loss on trade receivables	(68)	-
- Fair value gain on financial assets	(257)	(196)
- Interest income	(20)	(111)
- Dividend income	(1)	(1)
- Interest expense	6	8
Operating profit before working capital changes	**5,731**	**5,295**
Changes in working capital		
Inventories	(1,031)	421
Receivables	9,470	(2,413)
Payables	(6,655)	2,777
Net cash generated from operations	**7,515**	**6,080**
Interest received	20	111
Interest paid	(6)	(8)
Taxation refund	-	61
Taxation paid	(2,091)	(1,933)
Net cash flows from operating activities	**5,438**	**4,311**
CASH FLOWS FROM INVESTING ACTIVITIES		
Net (purchase)/withdrawal of other investment	(6,042)	(3,500)
Dividend paid	(2,139)	(4,276)
Dividend received	1	1
Proceeds from disposal of property, plant & equipment	57	62
Purchase of property, plant and equipment	(468)	(362)
Net cash flows from investing activities	**(8,591)**	**(8,075)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Net proceeds from issuance of ordinary shares	39	-
Repayment of hire purchase liabilities	(67)	(64)
Net cash used in financing activities	**(28)**	**(64)**
Net Changes In Cash And Cash Equivalents	**(3,181)**	**(3,828)**
Cash And Cash Equivalents At The Begining Of The Period	**6,066**	**9,523**
Cash And Cash Equivalents At The End Of The Period	**2,885**	**5,695**
Analysis of Cash And Cash Equivalents		
Deposits with licensed banks	1,434	1,126
Cash and bank balances	1,451	4,569
	2,885	5,695

Note:

1) The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the FYE 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

SCC HOLDINGS BERHAD (Company No: 511477-A)

QUARTERLY REPORT FOR THE THIRD QUARTER ENDED 30 SEPTEMBER 2016

NOTES TO THE INTERIM REPORT FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2016

(a) NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (MFRS 134): INTERIM FINANCIAL REPORTING

A1. Basis of reporting preparation

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

The interim financial statements should be read in conjunction with the Audited Financial Statements of the Company for the FYE 31 December 2015 and the accompanying explanatory notes attached to the interim financial report.

A2. Summary of significant accounting policies

The accounting policies and methods of computation adopted by SCC and its subsidiary companies ("SCC Group" or "Group") in the preparation of this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2015.

The application of the following new/revised MFRSs, Issues Committee ("IC") Interpretations, amendments to MFRSs and IC Interpretations, issued by the Malaysian Accounting Standards Board ("MASB"), which are mandatory and will be effective for the financial periods as stated below, will have no material impact on the financial statements of the Group and of the Company:

New MFRSs		Effective for financial periods commencing on or after
MFRS 9	Financial Instruments	1 January 2018
MFRS 15	Revenue from contracts with Customers	1 January 2018
Amendments/Improvements to MFRSs		
MFRS 5	Non-current Asset Held for Sale and Discontinued Operations	1 January 2016
MFRS 7	Financial Instruments: Disclosures	1 January 2016
MFRS 10	Consolidation Financial Statement	Deferred / 1 January 2016
MFRS 11	Joint Arrangements	1 January 2016
MFRS 12	Disclosures of Interests in Other Entities	1 January 2016
MFRS 101	Presentation of Financial Statements	1 January 2016
MFRS 116	Property, Plant and Equipment	1 January 2016
MFRS 119	Employee Benefits	1 January 2016
MFRS 127	Separate Financial Statements	1 January 2016
MFRS 128	Investments in Associates and Joint Ventures	Deferred / 1 January 2016
MFRS 138	Intangible Assets	1 January 2016
MFRS 141	Agriculture	1 January 2016

The Group did not adopt the following standards that have been issued by the Malaysian Accounting Standards Board as these are effective for financial period beginning on or after 1 January 2016.

A3. Auditors' report

There was no qualification on the audited financial statements of the Group for the FYE 31 December 2015.

A4. Seasonal or cyclical factors

The operations of the Group were not significantly affected by seasonal or cyclical factors during the current quarter and current year to date under review.

A5. Items of unusual nature and amount

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

A6. Material changes in estimates

There were no changes in the estimates that had a material effect in the current quarter and period to date results.

A7. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities for the current quarter and current year to date under review.

A8. Dividends paid

There was no dividend paid during the financial period ended 30 September 2016 and preceding year's corresponding period ended 30 September 2015.

A9. Segmental information

Segmental information of the Group's revenue is as follows:

	Animal Health Products RM'000	Foodservice Equipment RM'000	Foodservice Supplies RM'000	Food Manufacturing RM'000	Others RM'000	Total RM'000	Inter-segment Elimination RM'000	Consolidated RM'000
RESULTS FOR THE CURRENT QUARTER ENDED 30 SEPTEMBER 2016								
REVENUE								
External revenue	8,678	2,091	3,422	(22)	-	14,168	-	14,168
Inter-segment								
- sales	-	-	-	563	-	563	(563)	-
- management fees received	-	-	-	-	897	897	(897)	-
- dividend received	-	-	-	-	1,000	1,000	(1,000)	-
Total revenue	8,678	2,091	3,422	541	1,897	15,629	(1,460)	14,168
RESULTS								
Segment profit	208	312	336	(148)	729	1,436	(959)	477

A9. Segmental information (cont'd)

	Animal Health Products RM'000	Foodservice Equipment RM'000	Foodservice Supplies RM'000	Food Manufacturing RM'000	Others RM'000	Total RM'000	Inter-segment Elimination RM'000	Consolidated RM'000
RESULTS FOR THE CURRENT QUARTER ENDED 30 SEPTEMBER 2015								
REVENUE								
External revenue	9,087	2,899	2,868	78	-	14,932	-	14,932
Inter-segment								
- sales	-	-	-	413	-	413	(413)	-
- management fees received	-	-	-	-	645	645	(645)	-
- dividend received	-	-	-	-	-	-	-	-
Total revenue	9,087	2,899	2,868	491	645	15,990	(1,058)	14,932
RESULTS								
Segment profit	674	391	387	(121)	(531)	800	30	830

A10. Valuation of property, plant and equipment

There was no valuation of property, plant and equipment in the current quarter under review.

A11. Capital commitments

As at the balance sheet date, there was no outstanding capital commitments not provided for in the interim financial report.

A12. Material subsequent event

There was no material subsequent event.

A13. Changes in the composition of the Group

There was no change in the composition of the Group for the current quarter under review.

A14. Contingent liabilities and contingent assets

There were no contingent liabilities and contingent assets, which upon becoming enforceable may have a material effect on the net assets, profits or financial position of the Group for the current quarter and current year to date under review since the last annual balance sheet date.

A15. Significant related party transactions

Save as disclosed in the Audited Financial Statements for the FYE 31 December 2015, there were no other significant related party transactions for the current quarter under review.

B. ADDITIONAL INFORMATION REQUIRED UNDER THE LISTING REQUIREMENTS

B1. Review of performance

The comparison of the current year 3rd quarter revenue against previous year 3rd quarter revenue is set out below:

		Current Quarter Ended 30-Sep-16 RM'000	Corresponding Quarter ended 30-Sep-15 RM'000	Variance RM'000
Revenue	- Animal Health Product Division	8,678	9,087	(409)
	- Foodservice Equipment Division	5,513	5,767	(254)
	- Food Manufacturing Division	(22)	78	(100)

The Group achieved revenue of RM14.17 million for the current quarter ended 30 September 2016 as compared to RM14.93 million in the preceding year quarter ended 30 September 2015. The decrease in revenue by approximately 5.09% compared to the preceding year corresponding quarter was mainly due to reasons as explained below.

During the current quarter ended 30 September 2016, Animal Health Product Division recorded revenue of RM8.68 million as compared to RM9.09 million in the preceding year quarter ended 30 September 2015. The decrease of approximately 4.51% was due to the decreased in demand and falling prices of the amino acid in animal feeds during the current quarter.

During the current quarter ended 30 September 2016, Foodservice Equipment Division recorded revenue of RM5.51 million as compared to RM5.77 million in the preceding year quarter ended 30 September 2015. The decrease of approximately 4.51% was due to the overall decrease of sales in equipment during the current quarter.

During the current quarter ended 30 September 2016, Food Manufacturing Division recorded revenue of (RM0.02) million as compared to RM0.08 million in the preceding year quarter ended 30 September 2015. The decrease of approximately 128.21% was due to the redress of overseas' order during the current quarter.

		Current Year to date ended 30-Sep-16 RM'000	Preceeding Year to date ended 30-Sep-15 RM'000	Variance RM'000
Revenue	- Animal Health Product Division	23,646	24,228	(582)
	- Foodservice Equipment Division	22,983	18,629	4,354
	- Food Manufacturing Division	293	221	72

The Group achieved revenue of RM46.92 million for the current year to date ended 30 September 2016 as compared to RM43.08 million in the preceding year to date ended 30 September 2015. The increase in revenue by approximately 8.91% compared to the preceding year to date was mainly due to reasons as explained below.

During the current year to date ended 30 September 2016, Animal Health Product Division recorded revenue of RM23.65 million as compared to RM24.23 million in the preceding year ended 30 September 2015. The decrease of approximately 2.39% was due to the decreased in demand and falling prices of the amino acid in animal feeds during the current year to date.

During the current year to date ended 30 September 2016, Foodservice Equipment Division recorded revenue of RM22.98 million as compared to RM18.63 million in the preceding year ended 30 September 2015. The

B1. Review of performance (cont'd)

increase of approximately 23.35% was due to overall increased demand for our food supplies by our customers.

During the current year to date ended 30 September 2016, Food Manufacturing Division recorded revenue of RM0.29 million as compared to RM0.22 million in the preceding year ended 30 September 2015. The increase of approximately 31.82% was due to the increase in our customers' orders during the current year to date.

B2. Material changes in the profit before taxation for the current quarter as compared to the immediate preceding quarter

For current quarter ended 30 September 2016, the Group achieved a profit before tax of approximately RM0.86 million as compared to RM2.44 million in the immediate preceding quarter ended 30 June 2016. The decreased in profit before taxation of RM1.58 million, representing a decrease of approximately 64.75% was mainly due to the decreased in demand and falling prices of the amino acid in animal feeds for during current quarter.

B3. Prospects

In line with our 2nd Quarter's report, the market sentiment slow down considerably in current quarter, coupled with stiff competition in the animal feed commodity market, our performance for current quarter was deteriorated against 2nd Quarter's results.

Moving forward, many uncertainties brewing in the air due to the political changes both around the world and locally causing huge fluctuation in foreign exchange rates against Ringgit Malaysia and the USD foreign exchange would have a big impact to our bottom line as most of our products are imported. However, the fluctuations of the exchange rate will be leverage by projected higher sales volume during final quarter of the year and we should be able to maintain our performance as year 2015 with slight improvement on profit margin.

The Board of Directors will exercise extra caution in conducting their duties during these uncertain and difficult periods. However, we are optimistic of the Group's long term prospect in the future.

B4. Profit forecast

No profit forecast has been issued by the Group previously in any public document.

B5. Taxation

	Current Quarter Ended 30-09-16 RM'000	Preceding Year Corresponding Quarter Ended 30-09-15 RM'000	Current Year-To-Date Ended 30-09-16 RM'000	Preceding Year-To-Date Ended 30-09-15 RM'000
Income tax:				
- current year	385	511	1,720	1,804
- (Over) / under provision of tax in prior year	-	-	-	-
	385	511	1,720	1,804
Deferred tax				
- Relating to origination and reversal of temporary difference	-	-	-	-
- (Over) /under provision of tax in prior year	-	-	-	-
	385	511	1,720	1,804

B5. Taxation (cont'd)

The Group's effective tax rate for the current quarter 30 September 2016 is 44.66% and current year to date ended 30 September 2016 was 31.25% which was higher than the statutory rate due to certain non tax-deductible expenses.

B6. Status of corporate proposal

There is no corporate proposal announced but not completed at a date not earlier than 7 days from the date of this quarterly report.

B7. Group borrowings and debt securities

The Group's borrowings as 30 September 2016 were as follow:-

	Secured RM'000	Unsecured RM'000	Total RM'000
Short term borrowings:-			
Hire purchase payables	23	-	23
	23	-	23
Long term borrowings:-			
Hire purchase payables	91	-	91
	91	-	91
Total borrowings	114	-	114

All the Group's borrowings are denominated in Ringgit Malaysia.

B8. Material litigation

There are no material litigations during the current quarter under review.

B9. Dividend

(a) The Directors declared a single tier tax exempt interim dividend of 5 sen per ordinary share amounting to RM2,138,790.00 in respect of the financial year ending 31 December 2016.

(b) The entitlement date is 6 January 2017 and date of payment for the single tier tax exempt interim dividend and a special single tier tax exempt interim dividend in respect of the financial year ending 31 December 2016 is 20 January 2017.

B10. Earnings per share

The basic and diluted earnings per share is calculated based on the Group's profit after tax attributable to equity holders of the Company divided by the weighted average number of ordinary shares as follows:

	Current Quarter Ended 30-Sep-16 RM'000	Corresponding Quarter Ended 30-Sep-15 RM'000	Current Year-To-Date Ended 30-Sep-16 RM'000	Corresponding Year -To -Date Ended 30-Sep-15 RM'000
Group's profit after tax attributable to ordinary equity holders of the parent(RM)	477	830	3,783	3,416
Weighted average number of ordinary shares	42,776	42,757	42,729	42,757
Earnings per share (sen)	1.12	1.94	8.85	7.99

B11. Supplementary information on the disclosure of realised and unrealised profit

The amounts of realised and unrealised profits included in the retained profit of the Group are as follows:

Total retained profits of the Group	Unaudited As at 30-September-16 RM'000	Audited As at 31-December-15 RM'000
- Realised	25,717	23,673
- Unrealised	(48)	400
	25,669	**24,073**
Add: Consolidation adjustments	(12,198)	(12,246)
	13,471	**11,827**

B12. Profit for the year

Profit for the current quarter ended 30 September 2016 was arrived at after crediting / (charging) the following:

	Current Quarter Ended 30-Sep-16 RM'000	Current Year to Date Ended 30-Sep-16 RM'000
Interest income	10	20
Other income including investment income	304	606
Interest expenses	(1)	(6)
Depreciation and amortization	(162)	(485)
Provision for and write off of receivables	68	68
Provision for and write off of inventories		-
Gain on disposal of quoted or unquoted investments or properties	(15)	(30)
Impairment of assets		-
Foreign exchange gain /(loss)	7	15
Gain / (loss) on derivatives		-
Exceptional items (with details)		-

B13. Authorisation for issue

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the Directors on 24 November 2016.

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By order of the board
SCC Holdings Berhad

Wong Yuet Chyn (MAICSA 7047163)
Company Secretary
Kuala Lumpur
Date: 24 November 2016