



DESTINI BERHAD (Company No : 633265 K)

**SUMMARY OF KEY FINANCIAL INFORMATION**

**FOR THE SECOND QUARTER ENDED 30 JUN 2016**

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30-Jun-16 RM ' 000	30-Jun-15 RM ' 000	30-Jun-16 RM ' 000	30-Jun-15 RM ' 000
1. Revenue	108,611	50,914	190,363	88,860
2. Profit before tax	11,821	5,189	21,438	6,489
3. Net Profit for the financial period	8,597	3,363	15,326	4,386
4. Profit after tax and non-controlling interest	8,899	3,593	16,064	4,446
5. Basic earnings per share (sen)	0.96	0.45	1.73	0.55
6. Net dividend per share ( sen )	-	-	-	-

	AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR END
7. Net assets per share (sen)	40.80	39.53



DESTINI BERHAD (Company No : 633265 K)

**ADDITIONAL INFORMATION**

**FOR THE SECOND QUARTER ENDED 30 JUN 2016**

**INDIVIDUAL PERIOD**

**CUMULATIVE PERIOD**

	<b>CURRENT YEAR QUARTER</b>	<b>PRECEDING YEAR CORRESPONDING QUARTER</b>	<b>CURRENT YEAR TO DATE</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD</b>
	<b>30-Jun-16 RM ' 000</b>	<b>30-Jun-15 RM ' 000</b>	<b>30-Jun-16 RM ' 000</b>	<b>30-Jun-15 RM ' 000</b>
<b>1. Profit from operations</b>	12,643	6,132	22,883	7,802
<b>2. Gross interest income</b>	2	39	26	41
<b>3. Gross interest expense</b>	(509)	(943)	(1,133)	(1,313)

QUARTERLY REPORT ON CONSOLIDATED RESULTS  
 FOR THE SECOND QUARTER ENDED 30 JUN 2016

<b>UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION</b>		
	As at 30-Jun-16  RM'000	As at 31-Dec-15 (Audited) RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant & equipment	93,366	94,916
Land use rights	1,719	1,879
Investment in jointly control entity	6	319
Intangible Assets	213,143	196,756
Investment in quoted share	2,444	2,444
Other investments	320	320
	<b>310,998</b>	<b>296,634</b>
<b>CURRENT ASSETS</b>		
Inventories	13,454	13,782
Trade receivables	105,503	118,679
Other receivables and deposits	47,376	24,853
Amount owing by jointly control entity	591	591
Tax recoverable	1,328	402
Deposit with licensed bank	15,865	31,816
Cash and bank balances	4,042	12,064
	<b>188,159</b>	<b>202,187</b>
<b>TOTAL ASSETS</b>	<b>499,157</b>	<b>498,821</b>
<b>EQUITY AND LIABILITIES</b>		
<b>SHARE CAPITAL</b>		
	95,144	91,667
<b>SHARE PREMIUM</b>		
	206,805	195,717
<b>TRANSLATION RESERVE</b>		
	9,639	11,995
<b>RETAINED PROFITS</b>		
	67,366	51,302
<i>Equity attributable to owners of the parent</i>	<b>378,954</b>	<b>350,681</b>
<b>NON-CONTROLLING INTEREST</b>		
	<b>(990)</b>	<b>(252)</b>
<i>Total Equity</i>	<b>377,964</b>	<b>350,429</b>
<b>LONG TERM LIABILITIES</b>		
Deferred taxation	3,154	3,070
Hire purchase payables	990	2,383
Bank borrowings	26,862	21,438
	<b>31,006</b>	<b>26,891</b>
<b>CURRENT LIABILITIES</b>		
Amount owing to customer on contract	10,251	40,521
Trade payables	37,957	35,228
Other payables and accruals	15,494	10,506
Hire purchase payables	347	622
Bank borrowings	10,250	21,618
Tax Payable	15,888	13,006
	<b>90,187</b>	<b>121,501</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>499,157</b>	<b>498,821</b>
<b>Net assets per share attributable to owners of the parent ( sen )</b>	<b>40.80</b>	<b>39.53</b>
Weighted average number of ordinary shares ('000 units)	928,744	887,031
Enlarged number of ordinary shares in issue ('000 units)	951,440	916,667

1) The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2015 and the accompanying explanatory notes to the quarterly report.



DESTINI BERHAD (Company No : 633265 K)

QUARTERLY REPORT ON CONSOLIDATED RESULTS  
FOR THE SECOND QUARTER ENDED 30 JUN 2016

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER	INDIVIDUAL QUARTER	CUMULATIVE QUARTER	CUMULATIVE QUARTER
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30-Jun-16 RM'000	30-Jun-15 RM'000	30-Jun-16 RM'000	30-Jun-15 RM'000
Revenue	108,611	50,914	190,363	88,860
Cost of sale	(80,588)	(30,110)	(137,616)	(55,271)
<b>Gross profit</b>	<b>28,023</b>	<b>20,804</b>	<b>52,747</b>	<b>33,589</b>
Other income	210	78	895	487
Administrative expenses	(12,320)	(12,990)	(26,427)	(23,834)
Depreciation	(3,270)	(1,760)	(4,332)	(2,440)
Profit from operations	12,643	6,132	22,883	7,802
Share-based payment expenses	-	-	-	-
Finance cost	(509)	(943)	(1,133)	(1,313)
Share of result of associates/JV	(313)	-	(312)	-
Profit before tax	11,821	5,189	21,438	6,489
Taxation	(3,224)	(1,826)	(6,112)	(2,103)
<b>Net profit for the financial period</b>	<b>8,597</b>	<b>3,363</b>	<b>15,326</b>	<b>4,386</b>
<b>Other comprehensive income</b>				
- Exchange Translation differences	(1,531)	1,765	(2,356)	3,181
<b>Other comprehensive income for the financial period</b>	<b>(1,531)</b>	<b>1,765</b>	<b>(2,356)</b>	<b>3,181</b>
<b>Total comprehensive income for the financial period</b>	<b>7,066</b>	<b>5,128</b>	<b>12,970</b>	<b>7,567</b>
<b>Net Profit for the financial period attributable to:</b>				
Owners of the parent	8,899	3,593	16,064	4,446
Non-controlling interests	(302)	(230)	(738)	(60)
	<b>8,597</b>	<b>3,363</b>	<b>15,326</b>	<b>4,386</b>
<b>Total comprehensive income for the financial period attributable to:</b>				
Owners of the parent	7,368	5,358	13,708	7,627
Non-controlling interests	(302)	(230)	(738)	(60)
	<b>7,066</b>	<b>5,128</b>	<b>12,970</b>	<b>7,567</b>
<b>Earnings per share attributable to owners of the parent:</b>				
- basic (sen)	0.96	0.45	1.73	0.55
- diluted (sen)	0.78	0.44	1.41	0.54
Weighted average number of ordinary shares ('000 units)	928,946	804,503	928,744	802,075
Enlarged number of ordinary shares in issue ('000 units)	951,440	806,700	951,440	806,700

1) The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2015 and the accompanying explanatory notes to the quarterly report.

QUARTERLY REPORT ON CONSOLIDATED RESULTS  
 FOR THE SECOND QUARTER ENDED 30 JUN 2016

<b>UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS</b>		
	AS AT END OF CURRENT PERIOD (Unaudited) 30-Jun-16 RM' 000	AS AT END OF PRECEDING YEAR (Audited) 31-Dec-15 RM' 000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	21,438	25,416
Adjustments for:-		
Amortization of intangible	-	551
Amortization of land use right	-	39
Bad debts written off	-	18
Depreciation of property, plant and equipment	6,691	11,340
Fair value adjustment on investment in securities (quoted share)	-	3,334
Impairment loss on other receivable	-	1
Interest expense	1,133	2,506
Interest Income	(26)	(363)
Inventory written down	-	66
Property plant and equip written off	-	126
Reversal of impairment of trade and other receivable	-	(18)
Share of (profit)/loss in investment in a associate company	312	242
Unrealised Foreign Exchange (Gain)/ Loss	-	(156)
	-	-
Operating profit before working capital changes	<b>29,548</b>	<b>43,102</b>
Inventories	328	2,819
Receivables	(21,652)	(51,291)
Payable	7,018	(10,572)
Amount due to contract customers	(30,270)	40,507
Joint venture	-	(591)
Directors	-	285
Cash used in operations	<b>(15,028)</b>	<b>24,259</b>
Tax paid	(3,230)	(2,506)
Interest paid	(1,133)	(3,321)
Interest received	26	363
Net cash used in operating activities	<b>(19,365)</b>	<b>18,795</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investment in joint venture	-	(560)
Investment in other	-	(40)
Proceeds from disposal of property, plants and equipment	-	602
Purchase of property, plant and equipment	(5,142)	(14,870)
Additional of intangible assets	-	(268)
Acquisition of add interest from non controlling interest	-	(10,852)
Net cash inflow arising from acquisition of subsidiaries	-	(244)
Net cash used in investing activities	<b>(5,142)</b>	<b>(26,232)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdown of term loan	-	15,354
Repayment of term loan	(5,942)	(8,931)
Repayment of finance lease liabilities	(1,668)	(1,033)
Changes in LC or credit of TR	-	(6,016)
Proceeds from issuance of Share (ESOS)	-	5,317
Proceeds from exercise of warrants	14,566	31
Utilisation of share premium for issuance expenses	-	(120)
Decreased/(Increased) in Fixed Deposit pledge to licensed banks	-	(6,973)
Net cash generated from financing activities	<b>6,956</b>	<b>(2,371)</b>
<b>CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD</b>	<b>(17,551)</b>	<b>(9,808)</b>
<b>EFFECT OF EXCHANGE RATE FLUCTUATIONS</b>	<b>(2,356)</b>	<b>8,165</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<b>27,793</b>	<b>29,436</b>
<b>CASH AND CASH EQUIVALENTS END OF PERIOD</b>	<b>7,886</b>	<b>27,793</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL QUARTER COMPRISE OF:</b>		
Deposit with licensed bank	15,865	31,816
Cash and bank balances	4,042	12,064
Bank overdraft	-	(323)
	<b>19,907</b>	<b>43,557</b>
Deposit with licensed bank (pledge)	(11,667)	(15,410)
Cash at bank pledged with license bank	(354)	(354)
	<b>7,886</b>	<b>27,793</b>

1) The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2015 and the accompanying explanatory notes to the quarterly report.



QUARTERLY REPORT ON CONSOLIDATED RESULTS  
FOR THE SECOND QUARTER ENDED 30 JUN 2016

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Share Capital RM '000	Share Premium RM '000	ESOS Reserve RM '000	Foreign Currency Translation Reserves RM '000	Retained Profits RM '000	Total RM '000	Non-controlling Interest RM '000	Total Equity RM '000
<b>At 1 January 2015</b>	79,942	126,613	1,490	3,830	36,182	248,057	7,489	255,546
Net profit for the financial year	-	-	-	-	21,166	21,166	(3,839)	17,327
Exchanges translation differences for foreign operations	-	-	-	8,165	-	8,165	-	8,165
Total comprehensive income for the financial year	-	-	-	8,165	21,166	29,331	(3,839)	25,492
<b>Transactions with owner:</b>								
Issue of ordinary shares:								
- pursuant to business combination	10,715	64,286	-	-	-	75,001	-	75,001
- pursuant to share options exercised	1,003	4,915	(602)	-	-	5,316	-	5,316
- pursuant to warrants exercised	7	23	-	-	-	30	-	30
Share issuance expenses	-	(120)	-	-	-	(120)	-	(120)
Share-based payment transactions	-	-	(888)	-	888	-	-	-
Acquisition of subsidiaries	-	-	-	-	-	-	16	16
Acquisition of additional interest from non-controlling interest	-	-	-	-	(6,934)	(6,934)	(3,918)	(10,852)
Total transaction with owners	11,725	69,104	(1,490)	-	(6,046)	73,293	(3,902)	69,391
<b>At 31 December 2015 (Audited)</b>	91,667	195,717	-	11,995	51,302	350,681	(252)	350,429

	Share Capital RM '000	Share Premium RM '000	ESOS Reserve RM '000	Foreign Currency Translation Reserves RM '000	Retained Profits RM '000	Total RM '000	Non-controlling Interest RM '000	Total Equity RM '000
<b>At 1 January 2016</b>	91,667	195,717	-	11,995	51,302	350,681	(252)	350,429
Net profit for the financial year	-	-	-	-	16,064	16,064	(738)	15,326
Exchanges translation differences for foreign operations	-	-	-	(2,356)	-	(2,356)	-	(2,356)
Total comprehensive income for the financial year	-	-	-	(2,356)	16,064	13,708	(738)	12,970
<b>Transactions with owner:</b>								
Issue of ordinary shares:								
- pursuant to business combination	-	-	-	-	-	-	-	-
- pursuant to share options exercised	-	-	-	-	-	-	-	-
- pursuant to warrants exercised	3,477	11,097	-	-	-	14,574	-	14,574
Share issuance expenses	-	(9)	-	-	-	(9)	-	(9)
Share-based payment transactions	-	-	-	-	-	-	-	-
Acquisition of subsidiaries	-	-	-	-	-	-	-	-
Acquisition of additional interest from non-controlling interest	-	-	-	-	-	-	-	-
Total transaction with owners	3,477	11,088	-	-	-	14,565	-	14,565
<b>At 30 June 2016 (Unaudited)</b>	95,144	206,805	-	9,639	67,366	378,954	(990)	377,964

**A1. Significant Accounting Policies**

The interim financial report is unaudited and has been prepared in compliance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2015, which were prepared in compliance with Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards (“IFRS”). 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 year ended 31 December 2015.

The financial statements of the Group has been prepared on the historical cost convention except as disclosed in the notes to the financial statements and in compliance with MFRS, IFRS and the Companies Act, 1965 in Malaysia.

During the financial year, the Group and the Company have adopted the following amendments to MFRSs issued by the Malaysian Accounting Standards Board (“MASB”) that are mandatory for current financial year:

Amendments to MFRS 119 Defined Benefits Plans: Employee Contributions  
Annual Improvements to MFRSs 2010 – 2012 Cycle  
Annual Improvements to MFRSs 2011 – 2013 Cycle

Adoption of above amendments to MFRSs did not have any significant impacts on the financial statements of the Group and of the Company.

**A2. Audit Report**

The annual financial statement of the Company for the year ended 31 December 2015 was reported on without qualification.

**A3. Seasonal or cyclical factors**

The principal business operations of the Group are not materially affected by seasonal or cyclical factors during the financial quarter.

**A4. Items of unusual nature and amount**

There is no item affecting the assets, liabilities, equity, net income or cash flows of the Group that is unusual because of its nature, size or incidence.

**A5. Material changes in estimates**

There is no material change in estimates of amounts reported that will have a material effect in the financial quarter.

Quarterly Unaudited Results Of The Group For The Financial Period Ended 30 Jun 2016

**A6. Issuance or Repayment of Debt or Equity Securities**

There is no issuance or repayment of debt or equity securities, share buybacks, share cancellations, shares held as treasury shares or resale of treasury shares in the financial quarter.

The detail movement of the issued and paid up capital and share premium reserved for the company are as follows:

**A6. Issuance or Repayment of Debt or Equity Securities (Cont'd)**

	No. of shares Issued and fully paid up ordinary shares of RM0.10 each	Share Capital	Share Premium	ESOS Reserves	Total
	'000	RM'000	RM'000	RM'000	RM'000
As at 1 Jan 2016	916,670	91,667	195,717	-	287,384
Issue of ordinary shares:					
- Pursuant to warrant exercised	34,770	3,477	11,097	-	14,547
Exercise expenses	-	-	(9)	-	(9)
As at 30 June 2016	951,440	95,144	206,805	-	301,949

**A7. Dividend Paid**

No interim dividend has been paid or declared during the current quarter.

**A8. Segmental Analysis**

a) Analysis of Segmental Revenue and Result

	Current Quarter		Cumulative Quarter	
	3 months ended		6 months ended	
	30.06.16	30.06.15	30.06.16	30.06.15
	RM'000	RM'000	RM'000	RM'000
Segment revenue				
- Services and trading	108,611	50,914	190,363	88,860
- Construction	-	-	-	-
Elimination of inter-segment	-	-	-	-
Total	108,611	50,914	190,363	88,860
Segment result				
- Services and trading	8,597	3,363	15,326	4,386
- Construction	-	-	-	-
Profit after tax	8,597	3,363	15,326	4,386



**A8. Segmental Analysis (Cont'd)**

b) Analysis by Geographical Area

	Current Quarter			
	3 months ended 30 Jun 2016			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
External sale	106,365	2,246	-	108,611
Inter segment	-	-	-	-
Total	106,365	2,246	-	108,611

	Preceding Quarter			
	3 months ended 30 Jun 2015			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
External sale	34,948	15,966	-	50,914
Inter segment	-	-	-	-
Total	34,948	15,966	-	50,914

	Cumulative Quarter			
	6 months ended 30 Jun 2016			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
External sale	175,082	15,280	-	190,363
Inter segment	-	-	-	-
Total	175,082	15,280	-	190,363

	Preceding Cumulative Quarter			
	6 months ended 30 Jun 2015			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
External sale	57,230	31,630	-	88,860
Inter segment	-	-	-	-
Total	57,230	31,630	-	88,860

Quarterly Unaudited Results Of The Group For The Financial Period Ended 30 Jun 2016

	30 Jun 2016			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Segment Assets	404,323	88,373	-	492,696
Segment liabilities	90,865	29,544	-	120,409
Depreciation	4,151	181	-	4,332
	30 Jun 2015			
	Malaysia RM'000	Overseas RM'000	Eliminations RM'000	Consolidated RM'000
Segment Assets	249,136	111,617	-	360,753
Segment liabilities	61,279	32,725	-	94,004
Depreciation	2,202	238	-	2,440

**A9. Valuation of property, plant and equipment**

There was no valuation of property plant and equipment for the financial quarter.

**A10. Significant Events During The Financial Quarter**

During the financial period, the following significant events took place for the Company and its subsidiaries:

1. Destini Prima Sdn. Bhd., a wholly-owned subsidiary of the Company has on 19 April 2016 entered into a Memorandum of Understanding with AMMROC (Advanced Military Maintenance, Repair And Overhaul Center) L.L.C. (“AMMROC”) for the purpose to provide a framework for developing a business case supporting the formation of a strategic alliance or other strategic agreement for the provision of the maintenance, repair, and overhaul of aircraft escape systems to targeted customers.

AMMROC is a limited liability company established in the Emirate of Abu Dhabi provides maintenance, repair and overhaul (“MRO”) services to government owned or operated aircraft including those of the UAE Armed Forces and other aerospace customers worldwide.

2. System Enhancement Resources & Technologies Sdn. Bhd., a wholly-owned subsidiary of Destini, had on 20 June 2016, accepted a Letter of Award from Ministry of Transport for the design, manufacture, supply, delivery, testing and commissioning of new motor trolley and new road rail vehicle for a total contract sum of RM62,003,000 only for the period of twenty-four (24) months.

**A11. Changes in Composition of the Group**

There no changes in composition of the Group for the quarter under review.

**A12. Significant Events Subsequent To the Financial Quarter**

Subsequent to the financial period, the following significant events took place for the Company and its subsidiaries:

There was no significant event during the financial quarter.

**A13. Contingent Liabilities or Assets**

Except as disclosed below, there were no material contingent liabilities or assets during the financial quarter.

Banker's guarantees in favour of the local authorities for the purpose of development projects  
 - Secured

Year to Date 30-Jun-16 RM '000	Year to Date 31-Dec-15 RM '000
26,493	26,493

**A14. Capital Commitments**

Approved and contracted for :

Year to Date 30-Jun-16 RM '000	Year to Date 31-Dec-15 RM '000
-	-

**A15. Significant related party transactions**

There were no significant related party transactions occurred during the financial quarter ended 30 Jun 2016.

**Part B: Explanatory Notes Pursuant to Appendix 9B of The Listing Requirements Of The Bursa Malaysia Securities Berhad.**

**B1. Review of Performance**

For the financial period ended 30 Jun 2016, the Group's revenue increased by more than 100% to RM190.36 million as compared to RM88.86 million in the preceding year corresponding period. The main contributor to the increased in revenue was marine manufacturing services.

Profit after tax and non-controlling interests increased by more than 100% to RM16.06 million as compared to RM4.45 million reported in the preceding year's corresponding period. The improvement in financial performance is mainly attributed to the increase in demand for the Group's MRO services and marine manufacturing services.

**B2. Review of Current Quarter against Preceding Quarter**

The Group registered a revenue of RM108.61 million for the current quarter under review compared to RM81.75 million in the preceding quarter. The Group's profit after tax and non-controlling interests increased by 24% to RM8.89 million for the current quarter under review as compared to profit after tax and non-controlling interests of RM7.16 million in the preceding quarter. Higher revenue and profit were mainly due to higher order for the Group's MRO services and marine manufacturing services.

**B3. Commentary on Prospects for the Next Financial Quarter**

The directors expect the Group's operating environment to remain challenging and competitive. Barring unforeseen circumstances, the Board foresees the Group's operational results for the financial year 2016 will be satisfactory.

**B4. Profit Forecast and Profit Guarantee**

The Group did not announce any profit forecast nor profit guarantee for the current financial period.

**B5. Taxation**

	Individual Quarter		Cumulative Quarter	
	Current Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30-Jun-16 RM '000	30-Jun-15 RM '000	30-Jun-16 RM '000	30-Jun-15 RM '000
Current taxation	(3,224)	(1,826)	(6,112)	(2,103)

**B6. Corporate Proposals**

There was no other corporate proposals announce but not yet completed as at the date of this quarterly report.

**B7. Group Borrowings and Debt Securities**

Group borrowings were as follows:

**B7.1 Short Term Borrowings**

<u>Secured</u>	<b>30-Jun-16 RM '000</b>	<b>30-Jun-15 RM '000</b>
<i>Denominated in Ringgit Malaysia:</i>		
Hire Purchase Payables	347	258
Overdraft	-	-
Bank Borrowing	6,166	14,745
<i>Denominated in Singapore Dollar (SGD):</i>		
Hire Purchase Payables	-	-
Bank Borrowing	1,961	3,443
<i>Denominated in Chinese Renminbi (CNY):</i>		
Term Loans	2,123	2,128
<b>Total</b>	<b>10,597</b>	<b>20,574</b>

**B7.2 Long Term Borrowings**

<u>Secured</u>	<b>30-Jun-16 RM '000</b>	<b>30-Jun-15 RM '000</b>
<i>Denominated in Ringgit Malaysia:</i>		
Hire Purchase Payables	990	850
Term Loan	18,088	25,050
<i>Denominated in Singapore Dollar (SGD):</i>		
Bank Borrowing	8,854	153
<b>Total</b>	<b>27,852</b>	<b>26,053</b>

**B8. Material Litigation**

As at the date of this announcement, the Group is not engaged in any outstanding material litigation, which has a material effect on the financial position or the business of the Group and the Board.

**B9. Dividends**

The Board has not recommended any dividend for the financial quarter.

**B10. Notes to the Statement of Comprehensive Income**

	<b>Individual quarter 30-Jun-16 RM '000</b>	<b>Year to date 30-Jun-16 RM '000</b>
<b>Profit for the period is arrived at after charging/(crediting):-</b>		
Depreciation of property, plant and equipment	3,270	4,332
Interest expenses	509	1,133

**B11. Earnings Per Share**

The basic earnings per share for the quarter and year to date are computed as follows:

	Individual Quarter		Cumulative Quarter	
	Current Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Quarter
	30-Jun-16	30-Jun-15	30-Jun-16	30-Jun-15
Attributable to owners of parent ( RM'000 )	8,899	3,593	16,064	4,446
Weighted average number of ordinary shares ('000) in issue	928,946	804,503	928,744	802,075
Basic earnings per share (sen)	0.96	0.45	1.73	0.55

The dilute earnings per share for the quarter and year to date are computed as follows:

	Individual Quarter		Cumulative Quarter	
	Current Quarter	Preceding Year Current Quarter	Current Year To Date	Preceding Year Current Quarter
	30-Jun-16	30-Jun-15	30-Jun-16	30-Jun-15
Attributable to owners of parent ( RM'000 )	8,899	3,593	16,064	4,446
Weighted average number of ordinary shares ('000) in issue	928,946	804,503	928,744	802,075
Effect of dilution : conversion of warrants	0.96	0.45	1.73	0.55
Adjusted weighted average number of ordinary shares in issue and Issuable('000)	1,140,734	822,058	1,140,532	819,630
Diluted earnings per share (sen)	0.78	0.44	1.41	0.54

**B12. Disclosure of realised and unrealised profit**

	<b>Year to Date 30-Jun-16 RM'000</b>	<b>Year to Date 31-Dec-15 RM'000</b>
Total accumulated losses of the Company and its subsidiaries		
- Realised	31,188	13,402
Less : consolidation adjustments	36,178	36,928
Total retained profits	67,366	50,330

**BY ORDER OF THE BOARD**

**DATO' ROZABIL ABDUL RAHMAN**  
Managing Director