

NOTION VTEC BERHAD
Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2015
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	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 To Date 30.09.2014 RM'000
Revenue	54,777	50,365	239,057	194,462
Cost of Sales	<u>(47,623)</u>	<u>(49,688)</u>	<u>(193,771)</u>	<u>(186,485)</u>
Gross Profit	7,154	677	45,286	7,977
Other Operating Income	11,278	7,244	35,983	11,902
Operating Expenses	<u>(14,502)</u>	<u>(19,712)</u>	<u>(43,535)</u>	<u>(49,317)</u>
Operating Income/ (Loss)	3,930	(11,791)	37,734	(29,438)
Derivative Loss	(15,238)	(4,294)	(45,237)	(302)
Finance Costs	<u>(698)</u>	<u>(1,063)</u>	<u>(3,631)</u>	<u>(4,589)</u>
Loss before taxation	(12,006)	(17,148)	(11,134)	(34,329)
Taxation	<u>1,023</u>	<u>5,529</u>	<u>(2,363)</u>	<u>6,593</u>
Loss after taxation	(10,983)	(11,619)	(13,497)	(27,736)
Other Comprehensive loss:				
-currency translation differences	<u>256</u>	<u>(3,037)</u>	<u>3,490</u>	<u>4,694</u>
Total comprehensive loss for the year	<u>(10,727)</u>	<u>(14,656)</u>	<u>(10,007)</u>	<u>(23,042)</u>
Loss after taxation attributable to:				
-Owners of the Company	(10,983)	(11,619)	(13,497)	(27,736)
-Non-controlling Interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>(10,983)</u>	<u>(11,619)</u>	<u>(13,497)</u>	<u>(27,736)</u>
Total comprehensive loss for the year attributable to:				
-Owners of the Company	(10,727)	(14,656)	(10,007)	(23,042)
-Non-controlling Interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>(10,727)</u>	<u>(14,656)</u>	<u>(10,007)</u>	<u>(23,042)</u>
Loss Per Share (sen)	<u>(4.09)</u>	<u>(4.33)</u>	<u>(5.03)</u>	<u>(10.34)</u>
Proposed/ Declared Dividend Per Share (sen)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

The condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 September 2014 and the accompanying explanatory notes attached to the interim financial statements.

NOTION VTEC BERHAD
Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2015
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at End of Current Quarter 30.09.2015 RM'000	As at Preceding Year Ended 30.09.2014 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	226,586	267,544
Investment in an Associate	-	-
	<u>226,586</u>	<u>267,544</u>
Current assets		
Inventories	46,079	49,404
Trade receivables	51,429	46,115
Other receivables and deposits	6,370	4,912
Tax refundable	1,568	3,653
Short-term deposits with licensed banks	417	2,469
Cash and bank balances	<u>42,656</u>	<u>20,657</u>
	<u>148,519</u>	<u>127,210</u>
Total assets	<u>375,105</u>	<u>394,754</u>
EQUITY AND LIABILITIES		
Equity		
Share Capital	135,210	135,209
Share Premium	-	-
Treasury Shares	(2,244)	(2,244)
Currency Translation Reserves	3,899	409
Retained Profits	138,140	151,639
Other Capital Reserve	<u>4,800</u>	<u>4,800</u>
Equity attributable to owners of the Company	<u>279,805</u>	<u>289,813</u>
Non-controlling Interests	-	-
Total equity	<u>279,805</u>	<u>289,813</u>
Non-current liabilities		
Long-term borrowings	22,937	36,570
Deferred taxation	<u>6,038</u>	<u>11,417</u>
	<u>28,975</u>	<u>47,987</u>
Current Liabilities		
Trade payables	8,193	11,644
Other payables and accruals	20,883	14,321
Provision for taxation	-	847
Derivative liabilities	22,747	4,760
Short-term borrowings	14,502	25,382
	<u>66,325</u>	<u>56,954</u>
Total Liabilities	<u>95,300</u>	<u>104,941</u>
TOTAL EQUITY AND LIABILITIES	<u>375,105</u>	<u>394,754</u>
Net assets per ordinary share (RM)	<u>1.0430</u>	<u>1.0803</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 September 2014 and the accompanying explanatory notes attached to the interim financial statements.

NOTION VTEC BERHAD

Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2015
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	←-----Attributable to equity holders of the parent-----→							Non-Controlling Interests	Total Equity
	←-----Non-distributable-----→					←Distributable→			
	Ordinary Share Capital	Share Premium	Treasury Shares	Currency Translation Reserves	Other Capital Reserve	Retained Profits	Total		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
12 months ended 30 September 2015									
As at 1 October 2014	135,209	*	(2,244)	409	4,800	151,637	289,811	-	289,811
Loss after taxation	-	-	-	-	-	(13,497)	(13,497)	-	(13,497)
Currency translation differences	-	-	-	3,490	-	-	3,490	-	3,490
Issuance of shares	1	-	-	-	-	-	1	-	1
As at 30 September 2015	135,210	*	(2,244)	3,899	4,800	138,140	279,805	-	279,805

*denotes RM 864.98

12 months ended 30 September 2014

As at 1 October 2013	135,209	*	(2,242)	(4,285)	4,800	182,057	315,539	-	315,539
Loss after taxation	-	-	-	-	-	(27,736)	(27,736)	-	(27,736)
Currency translation differences	-	-	-	4,694	-	-	4,694	-	4,694
Purchase of own shares	-	-	(2)	-	-	-	(2)	-	(2)
Interim tax-exempt dividend of 1.0 sen per ordinary share of RM 0.50 each in respect of the financial year ended 30.09.2013	-	-	-	-	-	(2,682)	(2,682)	-	(2,682)
As at 30 September 2014	135,209	*	(2,244)	409	4,800	151,639	289,813	-	289,813

*denotes RM 57.50

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 September 2014 and the accompanying explanatory notes attached to the interim financial statements.

NOTION VTEC BERHAD

Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2015

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Year-To-Date 30.09.2015 RM'000	Preceding Year-To-Date 30.09.2014 RM'000
CASH FLOWS FROM/ (FOR) OPERATING ACTIVITIES		
Loss before taxation	(11,134)	(34,329)
Adjustments for:		
Depreciation of property, plant and equipment	38,241	40,594
Deposit written off/ forfeited	-	356
Interest expense	3,447	4,416
Impairment of investment in associate	-	14,669
Amount owing by an associate written off	-	1,464
Plant and equipment written off	376	-
Impairment of plant and equipment	5,899	-
Inventories written down	-	289
Inventories written off	-	7,318
(Gain)/ Loss on disposal of property, plant and equipment	(9,075)	527
Unrealised (gain)/ loss on foreign currency translation	(10,610)	(1,588)
Fair value loss on derivatives	17,987	4,760
Interest income	(120)	(174)
Operating profit before working capital changes	35,011	38,302
Decrease in inventories	3,325	5,958
(Increase)/ Decrease in trade and other receivables	(1,920)	17,678
Increase/ (Decrease) in trade and other payables	5,095	(24,869)
CASH FROM OPERATIONS	41,511	37,069
Interest paid	(3,447)	(4,416)
Tax refunded	1,038	1,477
Tax paid	(7,341)	(8,044)
NET CASH FROM OPERATING ACTIVITIES	31,761	26,086
CASH FLOWS (FOR) / FROM INVESTING ACTIVITIES		
Interest received	120	174
Proceeds from disposal of plant and equipment	22,986	1,913
Purchase of property, plant and equipment	(11,638)	(10,288)
Investment in an associate	-	(14,669)
NET CASH FROM/ (FOR) INVESTING ACTIVITIES	11,468	(22,870)
CASH FLOWS (FOR) / FROM FINANCING ACTIVITIES		
Advances to an associate	-	(1,464)
Dividend paid	-	(2,682)
Repayment of hire-purchase and lease obligations	(3,835)	(9,097)
Drawdown of term loan	-	17,514
Repayment of term loan	(20,672)	(33,002)
Drawdown of bank borrowings	1,394	-
Repayment of bank borrowings	(1,800)	-
Issuance of shares	1	-
Buy-back of shares	(1)	(1)
NET CASH FLOWS FOR FINANCING ACTIVITIES	(24,913)	(28,732)
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	18,316	(25,516)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	23,125	42,658
Currency translation differences – subsidiaries	1,632	5,984
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	43,073	23,126

Note (A)

Cash and cash equivalents at the end of the financial year comprise the following:

Short term deposits with licensed banks	417	2,469
Cash and bank balances	42,656	20,657
	43,073	23,126

NOTION VTEC BERHAD

Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2015

The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the financial year ended 30 September 2014 and the accompanying explanatory notes attached to the interim financial statements.

NOTES TO THE QUARTERLY FINANCIAL REPORT

A1. BASIS OF PREPARATION

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

These explanatory notes 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 Company and its subsidiaries ("The Group"). This interim financial report should be read in conjunction with the Group's annual audited financial report for the financial year ended ("FYE") 30 September 2014.

The accounting policies and methods of computations adopted in these interim financial statements are consistent with those adopted in the financial statements for the FYE 30 September 2014.

A2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements of the Group for the FYE 30 September 2014 was not subject to any qualification.

A3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The results of the Group were not materially affected by any significant seasonal or cyclical factors during the quarter under review.

A4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE.

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

A5. MATERIAL CHANGES IN ESTIMATES

There were no other changes in estimates that have had a material effect in the current quarter results.

A6. CHANGES IN DEBT AND EQUITY SECURITIES

There were no issuance, cancellation, repurchase, resale and repayments of debts and equity securities during the quarter under review save for the following:-

During the quarter, the Company increased its issued and paid-up share capital from RM 135,209,032.50 to RM 135,209,491.50 comprising of 270,418,983 ordinary shares of RM 0.50 each by way of:-

- i) The issuance of 792 new ordinary shares of RM 0.50 each for cash arising from the exercise of warrant-A at an exercise price of RM 1.44 per ordinary shares; and
- ii) The issuance of 126 new ordinary shares of RM 0.50 each for cash arising from the exercise of warrant-B at an exercise price of RM 1.00 per ordinary shares.

As at 30 September 2015, the Company held 2,150,273 repurchased shares as treasury shares out of its total issued and paid up share capital of 270,418,983 ordinary shares of RM 0.50 each. The treasury shares are held at a carrying amount of RM 2,244,383.

A7. DIVIDEND PAID

No dividend was paid during the quarter under review.

A8. SEGMENTAL INFORMATION

The Group is primarily engaged in three business segment which is in the design and volume production of high precision metal manufacturing of hard disk drive ("HDD"), camera and automotive/ industries' components. Breakdown of segmental revenue and product mix is found in Note B2.

The Group's operations are conducted in Malaysia and Thailand.

NOTION VTEC BERHAD

Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2015**NOTES TO THE QUARTERLY FINANCIAL REPORT (continued)****A9. VALUATION OF ASSETS**

There was no revaluation of property, plant and equipment for the quarter under review.

A10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE QUARTER

There were no material events between the end of the reporting quarter and the date of this announcement.

A11. CHANGES IN THE COMPOSITION OF THE GROUP

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

A12. CONTINGENT LIABILITIES

- a) The Company has provided corporate guarantees for hire purchase facilities granted to subsidiaries for total amount of RM 37,059,086. As at 30 September 2015, the outstanding hire purchase balance stood at RM 6,899,931.
- b) The Group has also provided corporate guarantees for bank facilities granted for a total amount of RM 262,410,949. As at 30 September 2015, the utilisation of the bank facilities stood at RM 30,539,410.

A13. CAPITAL COMMITMENTS

	As at End of Current Quarter 30.09.2015 RM'000	As at End of Preceding Quarter 30.06.2015 RM'000
Approved and contracted for:		
-purchase of property, plant and equipment	<u>834</u>	<u>1,238</u>

A14. SIGNIFICANT RELATED PARTY TRANSACTIONS

The Directors of Notion are of the opinion that there is no related party transaction which would have a material impact on the financial position and the business of the Group during the financial quarter.

NOTION VTEC BERHAD

Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2015

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. GROUP PERFORMANCE REVIEW

The Group recorded revenue and loss after taxation ("LAT") of RM 54.8 million and RM 11.0 million respectively for the quarter ended 30 September 2015 ("Q4FY2015"). Refer Notes B2 and B3 below for a detailed review of the Group's performance.

B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

Financials:

For Q4 of FY2015, the Group recorded revenue of RM 54.8 million (Q3FY2015: RM 62.1 million) and LAT of RM 11.0 million (Q3FY2015: Profit after tax (PAT) of RM 7.3 million) and loss per share of 4.09 sen (Q3FY2015: earnings per share of 2.71 sen). Revenue is 11.8% lower in the current quarter under review compared to the preceding quarter due to lower shipment of Camera parts by 30% whereas the HDD and Automotive sector sales were flattish. This contributed to the lower gross profit compared to the preceding quarter despite of appreciation of the USD against the Ringgit. Q4FY2015 was also negatively impacted by the provision for mark to market position on its USD foreign currency hedging contracts amounting to RM 15.2 million and impairment loss on plant and equipment of RM 5.9 million. The EBITDA for Q4FY2015 was a negative RM 2.2 million compared to Q3FY2015: RM 25.6 million (YTD FY2015: RM 30.4 million and YTD FY2014: RM 10.5 million).

Product mix:

In Q4FY2015, HDD parts revenue recorded RM 24.6 million (Q3FY2015: RM 24.4 million), camera parts recorded RM 14.8 million (Q3FY2015: RM 21.2 million) whilst the industrial/ automotive revenue was at RM 15.4 million (Q3FY2015: RM 16.4 million). The product mix for Q4FY2015 was HDD: Camera: Industrial/Automotive of 45%: 27%: 28% compared to previous quarter's mix of 39%: 34%: 27%. On a yearly comparison, the product mix had remained the same (YTD FY2015 45%: 28%: 27% and YTD FY2014 43%:28%:29%).

B3. PROSPECTS FOR THE CURRENT FINANCIAL YEAR

Business Review and Outlook

The business environment continues to be challenging and volatile especially with the sharp rise of the USD which should be good for an exporting company. Unfortunately, we were mostly hedged at the lower exchange rates resulting in both realized translational losses as well as forward fair valuation marked to market losses. The losses in FY2015 were significant and wiped out the operational profits. Going forth we still have exposure until May and September 2016 after which we are totally un-hedged.

On business segment for FY2015, the HDD is the major contributor of 45% and the SLR camera segment has declined to 28% while the auto segment is now 27%.

We do not see much change in the product mix unless there are market changes that affect it.

On the cash position, the Group is much stronger especially after the disposal of certain fixed assets such as Factory 2 in Klang for about RM 18 million and the Cash and Cash Equivalent at year end was a healthy RM 43 million.

The total of loans both short term and long term is now at RM 37 million. So the Group is in a cash positive position.

We have spent only a moderate RM 11.6 million on replacing CNCs and equipment that were beyond economical use.

Going forward in FY2016 the Board is cautiously optimistic that the financial performance of the Group will be good.

NOTION VTEC BERHAD

Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2015

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B4. PROFIT FORECAST, PROFIT GUARANTEE AND INTERNAL TARGETS

The Group did not issue any profit guarantee and profit forecast during the current financial period to date.

B5. TAXATION

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To Date	To Date
	30.09.2015	30.09.2014	30.09.2015	30.09.2014
	RM'000	RM'000	RM'000	RM'000
Company and Subsidiaries				
Taxation				
- current	955	1,612	5,915	2,306
- (over)/ under provision in the previous financial year	-	-	1,549	(1,279)
- real property gain tax	-	-	279	-
Deferred taxation	(1,978)	(7,141)	(5,380)	(7,620)
	(1,023)	(5,529)	2,363	(6,593)

The provision for the current year tax is mainly due to tax on the profits of a subsidiary and claw back of reinvestment allowances on assets disposed. The deferred tax income is due to unabsorbed capital allowances carried forward and unrealised foreign exchange loss.

B6. STATUS OF CORPORATE PROPOSALS

There are no other corporate proposals announced but pending completion as at date of this report.

B7. BORROWINGS AND DEBTS SECURITIES

The Group's borrowings as at 30 September 2015 are as follows:

	<u>RM'000</u>
Long-term	
Secured	
Hire purchase and lease payables	3,161
Term loan	<u>19,776</u>
	<u>22,937</u>
Short-term	
Secured	
Portion of hire purchase and lease payables due within one year	3,739
Portion of term loan due within one year	10,763
Unsecured	
Bank overdraft	-
Other short term borrowings	-
	<u>14,502</u>
	<u>37,439</u>

The hire purchase and lease payables and term loan are secured by legal charges over certain property, plant and equipment belonging to certain subsidiaries of the Company.

NOTION VTEC BERHAD

Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2015

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B8. RETAINED PROFITS

The breakdown of the realised and unrealised profit/ (losses) as at the end of the reporting period is as follows:

	As at End of Current Quarter 30.09.2015 <u>RM'000</u>	As at Preceding Year Quarter 30.09.2014 <u>RM'000</u>
Total retained profits:		
-realised	169,314	165,407
-unrealised	<u>(31,174)</u>	<u>(13,768)</u>
	<u>138,140</u>	<u>151,639</u>

B9. NOTES TO THE CONDENSED CONSOLIDATED INCOME STATEMENT

Profit/ (Loss) after Tax is arrived at after charging / (crediting) the following items:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2015 <u>RM'000</u>	Preceding Year Corresponding Quarter 30.09.2014 <u>RM'000</u>	Current Year To Date 30.09.2015 <u>RM'000</u>	Preceding Year To Date 30.09.2014 <u>RM'000</u>
a) Interest income	(28)	(38)	(120)	(174)
b) Other income	(810)	(1,209)	(5,379)	(4,957)
c) Interest expense	662	1,030	3,447	4,416
d) Depreciation and amortisation	9,148	10,213	38,241	40,594
e) Provision for doubtful debts	-	-	-	-
f) Deposit written off/ forfeited	-	-	-	-
g) (Gain)/ Loss on disposal of property, plant and equipment	649	38	(8,796)	527
h) Impairment of investment in associate	-	-	-	-
i) Foreign exchange loss / (gain)	(10,397)	(1,533)	(19,594)	(1,470)
j) Loss/ (Gain) from derivatives (please refer to Note B10)	15,238	4,294	45,237	302
k) Plant and equipment written off	-	-	376	-
l) Inventories written off	1,743	2,485	9,187	7,318
m) Insurance received	-	(3,676)	-	(3,676)
n) Deposit forfeited	-	356	-	356
o) Amount owing by an associate written off	-	1,464	-	1,464
p) Allowance for impairment loss on investment in an associate	-	14,669	-	14,669
q) Allowance for impairment loss on plant and equipment	5,899	-	5,899	-

B10.DERIVATIVE (LOSS)/ GAIN

Derivative loss consists of realised loss on settlement of hedging contracts during the quarter and fair value changes due to movement in mark-to-market (MTM) position on non-designated hedging contracts at 30 September 2015 which comprised the following:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2015 <u>RM'000</u>	Preceding Year Corresponding Quarter 30.09.2014 <u>RM'000</u>	Current Year To Date 30.09.2015 <u>RM'000</u>	Preceding Year To Date 30.09.2014 <u>RM'000</u>
Loss from foreign currency hedging contracts:				
-settlement of hedging contracts	(3,404)	97	(27,249)	(2,624)
-fair value changes due to movement in MTM position on non-designated hedging contracts	<u>(11,834)</u>	<u>(4,391)</u>	<u>(17,988)</u>	<u>2,322</u>
Loss from derivative contracts	<u>(15,238)</u>	<u>(4,294)</u>	<u>(45,237)</u>	<u>(302)</u>

NOTION VTEC BERHAD

Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2015

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B11. DERIVATIVE FINANCIAL INSTRUMENTS

Type of derivatives	Notional Value as at 30.09.2015	Fair Value as at 30.09.2015 Assets / (Liabilities)
	<u>RM'000</u>	<u>RM'000</u>
Foreign Currency Hedging Contracts		
-Less than 1 year	77,623	(22,747)
-1 year to 2 years	-	-
TOTAL	<u>77,623</u>	<u>(22,747)</u>

The foreign currency contracts were entered into as hedges for sales denominated in US Dollars to limit the exposure to potential changes in foreign exchange rates with respect to the subsidiary company's foreign currencies denominated estimated receipts.

There is minimal credit risk as the contracts were entered into with reputable banks.

B12. MATERIAL LITIGATION

There were no material litigations that might adversely and materially affect the position of the Group as at date of this report.

B13. DIVIDENDS PER SHARE

No dividend has been proposed for the fourth quarter ended 30 September 2015 (Q4FY2014: Nil).

B14. LOSS PER SHARE

The loss per share is calculated by dividing loss attributable to the owners of the Company by the number of ordinary shares in issue (excluding the treasury shares held by the Company).

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2015 (Unaudited)	Preceding Year Corresponding Quarter 30.09.2014 (Unaudited)	Current Year To Date 30.09.2015 (Unaudited)	Preceding Year To Date 30.09.2014 (Unaudited)
Loss attributable to owners of the Company (RM'000)	(10,983)	(11,619)	(13,497)	(27,736)
Number of ordinary shares in issue (excluding the treasury shares held by the Company) ('000)	268,269	268,269	268,269	268,269
Loss per share (sen)	<u>(4.09)</u>	<u>(4.33)</u>	<u>(5.03)</u>	<u>(10.34)</u>

AUTHORISATION FOR ISSUE

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 19 November 2015.

By Order of the Board

Petaling Jaya

19 November 2015