

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE 4TH QUARTER ENDED 31 DECEMBER 2015**

		CURRENT QUARTER 31/12/15	PRECEDING CORRESPONDING QUARTER 31/12/14	CUMULATIVE QUARTER ENDED 31/12/15	CUMULATIVE QUARTER ENDED 31/12/14
	Note	RM'000	RM'000	RM'000	RM'000
REVENUE		21,989	9,520	57,581	34,223
COST OF SALES		(19,372)	(8,208)	(50,639)	(30,284)
GROSS PROFIT		<u>2,617</u>	<u>1,312</u>	<u>6,942</u>	<u>3,939</u>
OTHER INCOME		190	600	1,280	834
ADMINISTRATIVE EXPENSES		(3,520)	(2,455)	(10,650)	(9,659)
SELLING AND DISTRIBUTION EXPENSES		(221)	(133)	(826)	(499)
OTHER EXPENSES		(211)	(105)	(211)	(124)
FINANCE COST		(48)	(32)	(206)	(83)
LOSS BEFORE EXCESS OF NET FAIR VALUE OVER ACQUISITION COST AND TAX		<u>(1,193)</u>	<u>(813)</u>	<u>(3,671)</u>	<u>(5,592)</u>
EXCESS OF NET FAIR VALUE OVER ACQUISITION COST		7,459	-	7,459	-
PROFIT / (LOSS) BEFORE TAX		<u>6,266</u>	<u>(813)</u>	<u>3,788</u>	<u>(5,592)</u>
TAX EXPENSE		270	-	270	-
PROFIT / (LOSS) FOR THE QUARTER / PERIOD		<u><u>6,536</u></u>	<u><u>(813)</u></u>	<u><u>4,058</u></u>	<u><u>(5,592)</u></u>
OTHER COMPREHENSIVE (LOSS) / INCOME					
Foreign currency translation difference		<u>(423)</u>	<u>638</u>	<u>1,836</u>	<u>415</u>
		<u>(423)</u>	<u>638</u>	<u>1,836</u>	<u>415</u>
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD		<u><u>6,113</u></u>	<u><u>(175)</u></u>	<u><u>5,894</u></u>	<u><u>(5,177)</u></u>
Profit / (loss) attributable to:					
Owners of the parent		6,057	(813)	3,579	(5,592)
Non-controlling interests		479	-	479	-
		<u><u>6,536</u></u>	<u><u>(813)</u></u>	<u><u>4,058</u></u>	<u><u>(5,592)</u></u>
Total comprehensive income / (loss) attributable to:					
Owners of the parent		5,634	(175)	5,415	(5,177)
Non-controlling interests		479	-	479	-
		<u><u>6,113</u></u>	<u><u>(175)</u></u>	<u><u>5,894</u></u>	<u><u>(5,177)</u></u>
Profit / (loss) per share (sen)					
Basic	25	4.62	(0.69)	2.73	(4.76)
Diluted	25	Warrants are excluded from the diluted earnings per share calculation because their effects are anti-dilutive.			

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited consolidated financial statements of MClean Technologies Berhad for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to this interim financial statements.)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2015**

	Note	<u>(UNAUDITED)</u>	<u>(AUDITED)</u>
		As at 31/12/2015	As at 31/12/14
		RM'000	RM'000
ASSETS			
Non-current assets			
Intangible assets		1,729	2,492
Property, plant and equipment		24,123	9,418
Other receivables		-	331
		<u>25,852</u>	<u>12,241</u>
Current assets			
Inventories		732	207
Trade receivables		21,019	9,317
Other receivables and prepayment		4,392	4,520
Amount due from related parties		6,626	-
Income tax recoverable		331	-
Cash and bank balances		13,040	2,307
		<u>46,140</u>	<u>16,351</u>
TOTAL ASSETS		<u>71,992</u>	<u>28,592</u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital		44,695	29,350
Share premium		3,420	3,420
Accumulated profit / (loss)		1,879	(1,607)
Other reserves		(15,999)	(13,981)
		<u>33,995</u>	<u>17,182</u>
Non-controlling interests		14,703	-
TOTAL EQUITY		<u>48,698</u>	<u>17,182</u>
Non-current liabilities			
Deferred tax liabilities		795	-
Term loan		820	432
		<u>1,615</u>	<u>432</u>
Current liabilities			
Trade payables		12,336	4,787
Other payables		4,285	2,360
Amount due to related parties		1,820	-
Term loan		3,216	3,831
Tax payables		22	-
		<u>21,679</u>	<u>10,978</u>
TOTAL LIABILITIES		<u>23,294</u>	<u>11,410</u>
TOTAL EQUITY AND LIABILITIES		<u>71,992</u>	<u>28,592</u>
Net assets per share attributable to owners of the parent (RM)		<u>0.26</u>	<u>0.15</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited consolidated financial statements of MClean Technologies Berhad for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to this interim financial statements.)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 4TH QUARTER ENDED 31 DECEMBER 2015

Cumulative quarter ended 31 DECEMBER 2015

	Non distributable				Distributable			TOTAL ATTRIBUTABLE TO OWNERS OF THE PARENT RM'000	NON-CONTROLLING INTERESTS RM'000	TOTAL EQUITY RM'000
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	MERGER DEFICIT RM'000	WARRANT RESERVE RM'000	CURRENCY FLUCTUATION RESERVE RM'000	CAPITAL RESERVE RM'000	ACCUMULATED PROFIT / (LOSS) RM'000			
Balance as at 01.01.2015	29,350	3,420	(22,246)	5,400	2,865	-	(1,607)	17,182		17,182
Transactions with owners:-										
Issuance of ordinary shares arising from acquisition of subsidiary companies	14,095							14,095	14,674	28,769
Adjustments on premium of shares issued on acquisition of subsidiary companies						(3,947)		(3,947)		(3,947)
Issuance of warrants				113			(113)	-		-
Exercise of warrants	1,250			(20)			20	1,250		1,250
Dividend paid									(450)	(450)
Total transactions with owners	15,345	-	-	93	-	(3,947)	(93)	11,398	14,224	25,622
Total comprehensive income for the period	-	-	-	-	1,836		3,579	5,415	479	5,894
Balance as at 31.12.2015	44,695	3,420	(22,246)	5,493	4,701	(3,947)	1,879	33,995	14,703	48,698

Cumulative quarter ended 31 DECEMBER 2014

	Non distributable				Distributable			TOTAL ATTRIBUTABLE TO OWNERS OF THE PARENT RM'000	NON-CONTROLLING INTERESTS RM'000	TOTAL EQUITY RM'000
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	MERGER DEFICIT RM'000	WARRANT RESERVE RM'000	CURRENCY FLUCTUATION RESERVE RM'000	CAPITAL RESERVE RM'000	ACCUMULATED PROFIT / (LOSS) RM'000			
Balance as at 01.01.2014	29,350	3,420	(22,246)	5,400	2,450	-	3,985	22,359	-	22,359
Total comprehensive loss for the period	-	-	-	-	415	-	(5,592)	(5,177)	-	(5,177)
Balance as at 31.12.2014	29,350	3,420	(22,246)	5,400	2,865	-	(1,607)	17,182	-	17,182

(The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited consolidated financial statements of M/Clean Technologies Berhad for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to this interim financial statements.)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 4TH QUARTER ENDED 31 DECEMBER 2015**

	CURRENT FINANCIAL PERIOD 31-12-2015	PRECEDING YEAR CORRESPONDING PERIOD 31-12-2014
	RM'000	RM'000
OPERATING ACTIVITIES		
Profit / (Loss) before tax	4,058	(5,592)
Adjustments for:		
Depreciation	3,435	3,138
Written off of plant, property & equipment	2	78
Amortisation of intangible assets	1,061	955
Small and medium entity tax incentive	-	(134)
Net loss on disposal of property, plant and equipment	-	12
Inventories written off	-	34
Interest income	(48)	(4)
Interest expenses	206	83
Excess of net fair value over acquisition cost	(7,788)	-
Unrealised gain on foreign exchange	(1,198)	(406)
Operating loss before working capital changes	(272)	(1,836)
Changes in working capital:-		
Inventories	94	534
Receivables	1,431	5,994
Payables	3,108	(3,825)
Related parties	(245)	-
CASH GENERATED FROM OPERATIONS	4,116	867
Tax paid	(545)	-
NET CASH FROM OPERATING ACTIVITIES	3,571	867
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,248)	(2,600)
Proceeds from disposal of property, plant and equipment	12	51
Acquisition of subsidiary, net of cash acquired	9,187	-
Interest expenses	(206)	(83)
Interest received	48	4
Dividend paid to non-controlling interest	(450)	-
NET CASH FROM / (USED IN) INVESTING ACTIVITIES	7,343	(2,628)
FINANCING ACTIVITIES		
Long term loan	-	3,362
Repayment of term loan	(1,702)	(1,367)
Proceeds from issuance shares	1,250	-
NET CASH (USED IN) / FROM FINANCING ACTIVITIES	(452)	1,995
CASH AND CASH EQUIVALENTS BROUGHT FORWARD		
Net changes	10,462	234
Brought forward	2,307	1,972
Effects of exchange translation differences on cash and cash equivalents	271	101
Carried forward	13,040	2,307

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited consolidated financial statements of MClean Technologies Berhad for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to this interim financial statements.)

Unaudited financial results of MClean and its subsidiaries (the “Group”) for period ended 31 December 2015.

Explanatory notes to the quarterly report and for the financial period ended 31 December 2015

1. Basis of preparation

The Condensed Interim Financial Statements have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) No 134: Interim Financial Reporting and Paragraph 9.22 of Listing Requirements of Bursa Malaysia Securities Berhad. This Interim Financial Statements also complied with IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board (“IASB”).

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2014. The explanatory notes attached to these condensed consolidated 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 2014.

2. Significant Accounting Policies

Significant accounting policies and methods of computation adopted for the condensed interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2014 except for the adoption of the new/revised MFRS mentioned below.

2.1 Adoption of MFRS, Amendments to MFRS and IC Interpretation

On 1 January 2015, the Group adopted the following new and amended MFRSs and IC Interpretation which are mandatory for annual financial periods beginning on or after 1 January 2015:

MFRS and Amendments effective for annual periods beginning on or after 1 July 2014

- 1) Annual Improvements to MFRSs 2010-2012 Cycle
 - a. Amendment to MFRS 2 Share-based Payment
 - b. Amendment to MFRS 3 Business Combinations
 - c. Amendments to MFRS 8 Operating Segments
 - d. Amendments to MFRS 116 Property, Plant and Equipment
 - e. Amendments to MFRS 124 Related Party
 - f. Amendments to MFRS 138 Intangible
- 2) Annual Improvements to 2011-2013 Cycle
 - a. Amendments to MFRS 3 Business Combinations
 - b. Amendments to MFRS 13 Fair Value Measurement and
 - c. Amendments to MFRS 140 Investment Property
- 3) Amendments to MFRS 119 Defined Benefit Plans: Employee Contributions

There is no material impact arising from adoption of the above standards and amendments on the financial statements of the Group.

2.2 MFRSs and Amendments to MFRSs Issued but not yet Effective

The following are MFRSs and Amendments to MFRSs with effective dates after 1 January 2015 issued by MASB and they have not been early adopted by the Group in this set of financial statements.

(a) MFRS and Amendments effective for annual periods beginning on or after 1 January 2016

- 1) Amendments to MFRS 10 and MFRS 128 – Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture
- 2) Amendments to MFRS 10, MFRS 12 and MFRS 128 – Investment Entities: Applying the Consolidation Exception
- 3) Amendments to MFRS 11 Joint Arrangements - Accounting for Acquisitions of Interests in Joint Operations
- 4) MFRS 14 Regulatory Deferral Accounts
- 5) Amendments to MFRS 101 - Disclosure Initiative
- 6) Amendments to MFRS 116 and MFRS 138 - Clarification of Acceptable Methods of Depreciation and Amortisation
- 7) Amendments to MFRS 116 and MFRS 141 -Agriculture: Bearer Plants
- 8) Amendments to MFRS 127 – Equity Method in Separate Financial Statements
- 9) Annual Improvements to MFRSs 2012–2014 Cycle
 - a. Amendments to MFRS 5
 - b. Amendments to MFRS 7
 - c. Amendments to MFRS 119
 - d. Amendment to MFRS 134

(a) MFRS and Amendments effective for annual periods beginning on or after 1 January 2017

MFRS 15 Revenue from Contracts with Customers

(b) MFRS and Amendments effective for annual periods beginning on or after 1 January 2018

MFRS 9: Financial Instruments (IFRS 9 as issued by IASB in July 2014)

3. Audit Report of the Preceding Audited Financial Statements

The auditors have expressed an unqualified opinion on the Company’s statutory consolidated financial statements for the financial year ended 31 December 2014 in their report dated 14 April 2015.

4. Seasonal or Cyclical Factors

Our Group’s revenue is not significantly affected by the seasonal or cyclical factors for the quarter under review.

5. Unusual Items

On 8 October 2015, the Company completed its acquisition of DWZ. Net excess of net fair value over acquisition cost of RM 7,459,567 has been included in profit before tax.

There was no other item which is unusual because of its nature, size, or incidence that has affected the assets, liabilities, equity, net income or cash flow of the Group for the current financial quarter under review.

6. Material Changes in Estimates

There were no changes in estimate of amounts reported that has a material impact in the current financial quarter under review.

7. Changes in Debts and Equity Securities

On 8 October 2015, the Company completed its acquisition of 550,000 DWZ Shares from Decor for the Purchase Consideration of RM14,094,500 through the issuance of 56,378,000 new MClean Shares (“Consideration Shares”) to the Vendor at an issue price of RM0.25 each.

On 12 November 2015, there was issuance of 5 million ordinary shares of RM0.25 each arising from the conversion of 5 million warrant B.

Term loans obtained by DWZ have been brought in to the Group upon acquisition of DWZ. The term loan balance as at 31 December 2015 amounting to RM961,416. These term loans are secured by a fixed legal charge over the freehold land and building, held under HS(D) 237562 PTD 115518 Mukim of Plentong, District of Johor Bahru and is jointly and severally guaranteed by DWZ’s directors.

8. Dividend Paid

There were no dividends paid during the quarter under review.

9. Segmental Reporting

The segmental result of the Group for the current and previous financial year-to-date under review is set out below:

Geographical information		
Revenue information based on the geographical location of customers are as follows:-		
Location	12 Months Ended 31.12.2015 RM’000	12 Months Ended 31.12.2014 RM’000
People’s Republic of China	12,674	13,806
Malaysia	5,506	3,853
Singapore	43,708	21,208
Others	800	1,894
Inter segment	(5,107)	(6,538)
	57,581	34,223

Current quarter ended 31.12.2015	Technical Assembly Services RM’000	Surface Treatment & Precision Cleaning RM’000	Elimination RM’000	Total RM’000
Revenue:-				
External customers	7,419	14,570	-	21,989
Inter segment	-	1,390	(1,390)	-
Total revenue	7,419	15,960	(1,390)	21,989
Results:-				
Segment results	288	2,329	-	2,617
Unallocated amounts:				
Other income				7,976
Other corporate expenses				(4,327)
Profit before tax				6,266

**MCLEAN TECHNOLOGIES BERHAD (“MCLEAN” OR THE COMPANY”)
(Company No: 893631-T)**

Current quarter ended 31.12.2014	Technical Assembly Services	Surface Treatment & Precision Cleaning	Elimination	Total
	RM'000	RM'000	RM'000	RM'000
Revenue:-				
External customers	-	9,520	-	9,520
Inter segment	-	1,445	(1,445)	-
Total revenue	-	10,965	(1,445)	9,520
Results:-				
Segment results	-	1,312	-	1,312
Unallocated amounts:				
Other income				600
Other corporate expenses				(2,725)
Loss before tax				(813)
Cumulative quarter ended 31.12.2015	Technical Assembly Services	Surface Treatment & Precision Cleaning	Elimination	Total
	RM'000	RM'000	RM'000	RM'000
Revenue:-				
External customers	17,606	39,975	-	57,581
Inter segment	-	5,107	(5,107)	-
Total revenue	17,606	45,082	(5,107)	57,581
Results:-				
Segment results	464	6,478	-	6,942
Unallocated amounts:				
Other income				9,066
Other corporate expenses				(12,220)
Profit before tax				3,788
Cumulative quarter ended 31.12.2014	Technical Assembly Services	Surface Treatment & Precision Cleaning	Elimination	Total
	RM'000	RM'000	RM'000	RM'000
Revenue:-				
External customers	-	34,223	-	34,223
Inter segment	-	6,538	(6,538)	-
Total revenue	-	40,761	(6,538)	34,223
Results:-				
Segment results	-	3,939	-	3,939
Unallocated amounts:				
Other income				834
Other corporate expenses				(10,365)
Loss before tax				(5,592)

It was not practicable to separate out the segment assets and liabilities for its business segments as the assets and liabilities were jointly used by all business segments.

10. Valuation of Property, Plant and Equipment

Freehold lands and buildings has been brought in to the Group upon acquisition of DWZ. As at 31 December 2015, all the Group’s plant and equipment were stated at cost less accumulated depreciation.

11. Material Events Subsequent to the End of the Current Financial Quarter

There were no material events subsequent to the end of the reporting quarter that have not been reflected in the quarter under review.

12. Changes in the Composition of the Group

A new 55% owned subsidiary, DWZ Industries Sdn. Bhd. was acquired on 8 October 2015. DWZ Industries Sdn. Bhd has a wholly owned subsidiary, DWZ Industries (Johor) Sdn. Bhd. The principal activities of DWZ Industries Sdn. Bhd. and its wholly owned subsidiary is that of surface finishing of metal parts for electrical and electronic industries.

13. Contingent Liabilities and Contingent Assets

(a) Contingent liabilities

There were no contingent liabilities as at the end of current financial quarter.

(b) Contingent assets

There were no contingent assets as at the end of current financial quarter.

14. Capital Commitment

There was no capital commitment as at the end of the current financial quarter.

15. Review of Performance

Comparison between Current Financial Quarter Ended 31 December 2015 and Previous Corresponding Quarter Ended 31 December 2014

A summary of the Group’s performance is set out below:-

	31.12.2015			31.12.2014		
	Technical Assembly & Services	Surface Treatment & Precision Cleaning	Total	Technical Assembly & Services	Surface Treatment & Precision Cleaning	Total
	RM’000	RM’000	RM’000	RM’000	RM’000	RM’000
Revenue	7,419	14,570	21,989	-	9,520	9,520
Gross profit	288	2,329	2,617	-	1,312	1,312
Profit / (Loss) before tax			6,266			(813)

Technical Assembly Services Division

Technical Assembly Services resume towards the end of 1st Quarter 2015.

Surface Treatment & Precision Cleaning Division

Revenue for the current quarter increase as compared to the preceding year corresponding quarter mainly due to the inclusion of newly acquired DWZ group. Gross profit margin increased from 13.78% to 15.98% mainly due to:

- (a) increase in revenue from component and tray services; and
- (b) improved cost management through reduction in subcontract labour cost.

Overall with the inclusion of the excess of net fair value over acquisition cost, the Group reported a profit before tax of RM 6.266 million as compared to a loss before tax of RM0.813 million in the previous year.

Comparison between Current Year Ended 31 December 2015 and Previous Corresponding Year Ended 31 December 2014

	31.12.2015		12 Months Ended			31.12.2014	
	Technical Assembly Services	Surface Treatment & Precision Cleaning	Total	Technical Assembly Services	Surface Treatment & Precision Cleaning	Total	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Revenue	17,606	39,975	57,581	-	34,223	34,223	
Gross profit	464	6,478	6,942	-	3,939	3,939	
Profit / (Loss) before tax			3,788			(5,592)	

Technical Assembly Services Division

Technical Assembly Services resume towards the end of 1st Quarter 2015.

Surface Treatment & Precision Cleaning Division

Revenue from Surface Treatment & Precision Cleaning for the current period increased by approximately 16.80% as compared to the preceding year corresponding period. The increase is mainly from the contribution of DWZ. Gross profit margin increased from 11.51% to 16.21% mainly due to:

- (a) increase in revenue from component and tray services; and
- (b) improved cost management through reduction in subcontract labour cost.

Overall with the inclusion of the excess of net fair value over acquisition cost, the Group reported a profit before tax of RM 3.788 million as compared to a loss before tax of RM 5.592 million in the previous year corresponding period.

16. Material Changes in the Quarterly Results as Compared with the Immediate Preceding Quarter

	3 Months Ended					
	31.12.2015			30.09.2015		
	Technical Assembly Services	Surface Treatment & Precision Cleaning	Total	Technical Assembly Services	Surface Treatment & Precision Cleaning	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	7,419	14,570	21,989	5,199	9,026	14,225
Gross profit	288	2,329	2,617	101	1,752	1,853
Profit / (Loss) before tax			6,266			(241)

Technical Assembly Services Division

Technical Assembly Services revenue has increased by approximately 42.7% in the current financial quarter as compared to the immediate preceding quarter. The increase is mainly due to increase in number of module delivered towards the end of the year.

Gross profit margin has increase from 1.9% to 3.9% mainly due to the effects of increased revenue on fixed costs.

Surface Treatment & Precision Cleaning Division

The Group's revenue from Surface Treatment & Precision Cleaning for current financial quarter has increased by 61.42% as compared to the immediate preceding quarter. The increase in sales is mainly contributed by newly acquired group, DWZ Industries Sdn Bhd. Gross profit margin decrease from 19.41% to 15.98% mainly due to:

- (a) lower Cleanroom Assembly services in 4Q which contribute higher margin; and
- (b) more cassettes precision cleaning done in Singapore to compensate for Wuxi factory golden week shutdown.

Overall with the inclusion of the excess of net fair value over acquisition cost, the Group registered a profit before tax of RM 6.266 million as compared to a loss before tax of RM 0.241 million in the immediate preceding quarter.

17. Future Prospects

DWZ Industries Group has integrated well into Mclean Group. Mclean will continue to leverage more on DWZ lower cost resources and facilities. The enlarged Mclean group is now capable to take on more projects in other industries. We expect the Group revenue and operating performance will continue to improve in 2016.

We will continue to look out for new acquisition and investment that will further increase Mclean's growth.

18. Variance of Profit Forecast and Shortfall in Profit Guarantee

The Group has not issued any profit forecast or profit guarantee for the current financial quarter .

19. Status of Corporate Proposals

On 15 October 2015, the Company completed its issuance of 28,175,996 warrants on the basis of six New Warrants for every twenty five existing Shares held by the shareholders of Mclean.

Warrants 2015/2020 with exercise right expiring on 7 October 2020

Up to 31 December 2015, the total number of warrants converted into ordinary shares at RM0.25 each and the number of unexercised warrants are as follows:

Total number of warrants listed	Total number of warrants converted into ordinary shares	Total number of unexercised warrants
28,175,996	5,000,000	23,175,996

20. Group Borrowings and Debt Securities

The Group’s borrowings as at 31 December 2015 presented as follows:-

	RM’000
Long Term Borrowings	
Secured:-	
Term loan	<u>820</u>
Short Term Borrowings	
Secured:-	
Term loan	664
Factoring loan	<u>2,552</u>
	<u><u>3,216</u></u>

The total borrowings denominated in foreign currency as at 31 December 2015 are: -

	RM’000
Foreign currency – SGD 1,010,685 @ RM3.0423/SGD	3,075

21. Realised and Unrealised Retained Profits

	Cumulative year to date ended 30/09/2015 RM’000	Cumulative year to date ended 31/12/2014 RM’000
Total retained profits of the Group:		
- Realised	(9,762)	(22,273)
- Unrealised	1,656	415
	<u>(8,106)</u>	<u>(21,858)</u>
Consolidated adjustments	9,985	20,251
Total Group accumulated profit / (loss)	<u><u>1,879</u></u>	<u><u>(1,607)</u></u>

22. Off Balance Sheet Financial Instruments

As at 31 December 2015, Group does not have any off balance sheet financial instrument.

23. Material Litigation

There was no pending material litigation from 1 January 2015 up to the date of this quarterly announcement.

24. Dividend Payable

There was no dividend payable or proposed during the current quarter ended 31 December 2015.

25. Profit/ Loss Per Share

Basic

The calculation of the basic earnings / losses per share is based on the net profit / loss divided by the weighted average number of ordinary shares of RM0.25 each in issue.

	4 th Quarter Ended		Cumulative Quarter Ended	
	31.12.2015	31.12.2014	31.12.2015	31.12.2014
Net Profit / (Loss) for the period attributable to owners of the parent (RM'000)	6,057	(813)	3,579	(5,592)
Weighted average number of ordinary shares in issue ('000)	131,214	117,400	131,214	117,400
Basic EPS/ (LPS) (sen)	4.62	(0.69)	2.73	(4.76)

Diluted

Warrants are excluded from the diluted earnings per share calculation because their effects are anti-dilutive.

26. Notes to the Condensed Consolidated Statements to Comprehensive Income

Profit before tax is arrived at after charging/ (crediting) the following items:-

	Current Quarter Ended 31 December 2015 RM'000	Year-to-date Ended 31 December 2015 RM'000
(a) Interest income	(45)	(48)
(b) Other income including investment income	(85)	(328)
(c) Interest expenses	48	206
(d) Depreciation and amortization	1,512	4,490
(e) Realised foreign exchange loss, net	149	298
(f) Plant, property & equipment written off	2	2
(g) Unrealised foreign exchange gain, net	(205)	(1,198)
(h) Excess of net fair value over acquisition cost	(7,786)	(7,786)
(i) Acquisition-related costs	327	327