



**WANG-ZHENG BERHAD**  
**(Company No.: 612237-K)**  
**(Incorporated in Malaysia)**

**CONSOLIDATED FINANCIAL RESULTS AND NOTES**  
**1<sup>st</sup> QUARTER ENDED 31 MARCH 2014**

**Condensed Consolidated Income Statement for the quarter ended 31 March 2014**

(The figures presented here have not been audited)

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current year</u> <u>Quarter</u> <u>31 MAR 2014</u> RM'000	<u>Preceding Year</u> <u>Corresponding</u> <u>Quarter</u> <u>31 MAR 2013</u> RM'000	<u>Current</u> <u>Year</u> <u>To Date</u> <u>31 MAR 2014</u> RM'000	<u>Preceding Year</u> <u>Corresponding</u> <u>Period</u> <u>31 MAR 2013</u> RM'000
Revenue	58,075	66,255	58,075	66,255
Operating expenses	(55,127)	(61,460)	(55,127)	(61,460)
Other operating income	904	1,305	904	1,305
Profit from operations	<u>3,852</u>	<u>6,100</u>	<u>3,852</u>	<u>6,100</u>
Interest income	555	396	555	396
Finance costs	(994)	(1,052)	(994)	(1,052)
Profit before tax	<u>3,413</u>	<u>5,444</u>	<u>3,413</u>	<u>5,444</u>
Income tax expense	(1,037)	(1,522)	(1,037)	(1,522)
Profit for the period	<u><u>2,376</u></u>	<u><u>3,922</u></u>	<u><u>2,376</u></u>	<u><u>3,922</u></u>
Profit attributed to:				
Equity holders of the parent	2,376	3,920	2,376	3,920
Non-controlling Interests	<u>0</u>	<u>2</u>	<u>0</u>	<u>2</u>
	<u><u>2,376</u></u>	<u><u>3,922</u></u>	<u><u>2,376</u></u>	<u><u>3,922</u></u>
Earnings per share attributable to equity holders of the parent:				
EPS - Basic (sen)	<u>1.50</u>	<u>2.47</u>	<u>1.50</u>	<u>2.47</u>
- Diluted (sen)	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements)

**Condensed Consolidated Statement of Comprehensive Income for the quarter ended 31 March 2014**

(The figures presented here have not been audited)

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<b>Current year Quarter 31 MAR 2014 RM'000</b>	<b>Preceding Year Corresponding Quarter 31 MAR 2013 RM'000</b>	<b>Current Year To Date 31 MAR 2014 RM'000</b>	<b>Preceding Year Corresponding Period 31 MAR 2013 RM'000</b>
Profit for the period	2,376	3,922	2,376	3,922
Other Comprehensive income				
- Foreign currency translation differences for foreign operations	80	406	80	406
Total comprehensive income for the period	<u>2,456</u>	<u>4,328</u>	<u>2,456</u>	<u>4,328</u>
Total comprehensive income attributable to:				
Equity holders of the parent	2,456	4,326	2,456	4,326
Non-controlling Interests	<u>0</u>	<u>2</u>	<u>0</u>	<u>2</u>
	<u>2,456</u>	<u>4,328</u>	<u>2,456</u>	<u>4,328</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements)

**Condensed Consolidated Statement of Financial Position as at 31 March 2014**

(The figures presented here have not been audited unless stated otherwise)

	<b>As At End Of Current Quarter 31 MAR 2014 RM'000</b>	<b>(Audited) Preceding Financial Year-Ended 31 DEC 2013 RM'000</b>
<b>Non-Current Assets</b>		
Property, plant and equipment	48,434	49,292
Investment property	-	0
Other investments	16,812	16,812
	<u>65,246</u>	<u>66,104</u>
<b>Current Assets</b>		
Non-current assets held for sales	18,417	18,417
Inventories	47,088	42,521
Trade receivables	45,056	49,371
Other receivables, deposits and prepayments	2,031	3,022
Tax recoverable	1,403	1,910
Fixed deposit with licensed banks	43,350	47,937
Cash and bank balances	54,240	45,686
	<u>211,585</u>	<u>208,864</u>
<b>TOTAL ASSETS</b>	<u>276,831</u>	<u>274,968</u>
<b>Equity</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	80,000	80,000
Share premium	6,677	6,677
Treasury shares	(650)	(650)
Exchange translation reserve	2,538	2,458
Retained profits	73,173	70,797
	<u>161,738</u>	<u>159,282</u>
Non-controlling interests	405	405
<b>Total equity</b>	<u>162,143</u>	<u>159,687</u>
<b>Non-Current Liabilities</b>		
Borrowings	32,797	33,211
Deferred taxation	3,242	3,243
	<u>36,039</u>	<u>36,454</u>
<b>Current Liabilities</b>		
Trade payables	6,025	5,925
Other payables	8,201	8,588
Amount owing to directors	248	198
Short term borrowings	63,122	62,721
Taxation	1,053	1,395
	<u>78,649</u>	<u>78,827</u>
<b>Total Liabilities</b>	<u>114,688</u>	<u>115,281</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>276,831</u>	<u>274,968</u>
<b>Net Asset per share attributable to ordinary equity holders of the parent (RM)</b>	<u>1.02</u>	<u>1.00</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements).

**Condensed Consolidated Statement of Cash Flows as at 31 March 2014**

(The figures presented here have not been audited unless stated otherwise)

	<b>Cumulative Current Year 31 MAR 2014 RM'000</b>	<b>Cumulative Preceding Year 31 MAR 2013 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	3,413	5,444
Adjustments for:		
Depreciation of property, plant and equipment	1,341	1,416
Gain on disposal of investment property	-	(89)
Gain on disposal of non-current asset held for sale	-	(988)
Impairment on trade receivables	-	45
Interest expense	555	1,052
Interest income	(994)	(396)
Reversal of impairment on slow moving inventories	-	(27)
Reversal of impairment on trade receivables	(104)	(1)
Unrealised loss on foreign exchange	140	-
Operating profit before working capital changes	<u>4,351</u>	<u>6,456</u>
(Increase)/Decrease in working capital:		
Inventories	(4,567)	(3,984)
Trade and other receivables	5,270	(3,491)
Trade and other payables	(580)	(2,222)
Amount owing to directors	50	-
Cash generated from (used in) operations	<u>4,524</u>	<u>(3,241)</u>
Interest received	994	396
Interest paid	(555)	(1,052)
Income tax refunded	-	122
Income tax paid	(991)	(619)
<b>Net cash from (used in) operating activities</b>	<u><u>3,972</u></u>	<u><u>(4,394)</u></u>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of non-current assets held for sales	-	2,550
Proceeds from disposal of property, plant and equipment	-	164
Purchase of property, plant and equipment	(72)	(385)
Acquisition of other investments	-	(16,435)
<b>Net cash used in investing activities</b>	<u><u>(72)</u></u>	<u><u>(14,106)</u></u>

**Condensed Consolidated Statement of Cash Flows as at 31 March 2014**

(The figures presented here have not been audited unless stated otherwise)

	<b>Cumulative Current Year 31 MAR 2014 RM'000</b>	<b>Cumulative Preceding Year 31 MAR 2013 RM'000</b>
<b>Cash flows from financing activities</b>		
Net (repayment)/drawdown of bank borrowings	(13)	28,211
<b>Net cash (used in) from financing activities</b>	<u>(13)</u>	<u>28,211</u>
Net increase in cash and cash equivalents	3,887	9,711
Effect of exchange rate fluctuations on cash held	80	406
Cash and cash equivalents at beginning of financial year	93,623	81,426
Cash and cash equivalents at end of financial period	<u><b>97,590</b></u>	<u><b>91,543</b></u>
<b>Cash and cash equivalents comprise:</b>		
Fixed deposits with licensed banks	43,350	35,411
Cash and bank balances	54,240	56,132
	<u><b>97,590</b></u>	<u><b>91,543</b></u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.)

Condensed Consolidated Statement of Changes in Equity for the quarter ended 31 March 2014

(The figures presented here have not been audited)

	----- Attributable to Equity Holders of the Parent -----						Total RM'000
	Non-distributable				Distributable	Non- Controlling Interest	
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Exchange Translation Reserve RM'000	Retained Profit RM'000	Non- Controlling Interest RM'000	Total RM'000
<b>Balance as at 1 January 2014</b>	80,000	6,677	(650)	2,458	70,797	405	159,687
Profit for the period	-	-	-	-	2,376	-	2,376
Other Comprehensive income	-	-	-	80	-	-	80
Total comprehensive income for the period	-	-	-	80	2,376	-	2,456
<b>Balance as at 31 March 2014</b>	<b>80,000</b>	<b>6,677</b>	<b>(650)</b>	<b>2,538</b>	<b>73,173</b>	<b>405</b>	<b>162,143</b>
<b>Balance as at 1 January 2013</b>	80,000	6,677	(650)	544	64,814	403	151,788
Profit for the period	-	-	-	-	3,920	2	3,922
Other Comprehensive income	-	-	-	406	-	-	406
Total comprehensive income for the period	-	-	-	406	3,920	2	4,328
<b>Balance as at 31 March 2013</b>	<b>80,000</b>	<b>6,677</b>	<b>(650)</b>	<b>950</b>	<b>68,734</b>	<b>405</b>	<b>156,116</b>

(The Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to the financial statements.)