

Quarterly rpt on consolidated results for the financial period ended 31/3/2014

INSAS BERHAD

Financial Year End 30/06/2014
 Quarter 3
 Quarterly report for the financial period ended 31/03/2014
 The figures have not been audited
 Attachments

[InsasQ32014 QR.pdf](#)
 626 KB

Remarks :

1) The basic earnings per share for the 9 months period ended 31 March 2014 has been calculated based on the profit attributable to the owners of the Company of RM131,009,000 (2013: RM69,601,000) and the weighted average number of ordinary shares in issue during the period of 665,649,000 shares (2013: 679,295,000 shares) net of shares bought back by the Company.

2) The fully diluted earnings per share is not computed as there were no dilutive potential equity instruments in issue that gave diluted effect to the earnings per share.

3) The net assets per share is calculated based on the Shareholders' Fund (excluding non-controlling interests) divided by the number of ordinary shares in issue after deducting shares bought back by the Company.

- Default Currency
- Other Currency

Currency: Malaysian Ringgit (MYR)

SUMMARY OF KEY FINANCIAL INFORMATION

	31/03/2014		31/03/2013	
	INDIVIDUAL PERIOD CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CUMULATIVE PERIOD CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/03/2014 S\$'000	31/03/2013 S\$'000	31/03/2014 S\$'000	31/03/2013 S\$'000
1 Revenue	65,965	97,522	219,129	208,853
2 Profit/(loss) before tax	32,485	10,401	136,312	72,253
3 Profit/(loss) for the period	30,719	9,253	131,520	69,796
4 Profit/(loss) attributable to ordinary equity holders of the parent	30,686	8,879	131,009	69,601
5 Basic earnings/(loss) per share (Subunit)	4.61	1.33	19.68	10.25
6 Proposed/Declared dividend per share (Subunit)	0.00	0.00	1.00	1.30
7 Net assets per share attributable to ordinary equity holders of the parent (S\$)	AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
		1.7700		1.5400

Definition of Subunit:

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit.
 Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

Announcement Info

Company Name INSAS BERHAD
 Stock Name INSAS
 Date Announced 29 May 2014
 Category Financial Results
 Reference No II-140526-41177

INSAS BERHAD
Company No. 4081-M
(Incorporated in Malaysia)

29 May 2014

BURSA MALAYSIA SECURITIES BERHAD
9th Floor, Exchange Square
Bukit Kowangan
50200 Kuala Lumpur

UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2014.

CONDENSED CONSOLIDATED INCOME STATEMENTS

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		FY 2014 Current financial quarter ended 31-Mar-14 RM'000	FY 2013 Preceding year corresponding financial quarter ended 31-Mar-13 RM'000	FY 2014 Financial period ended 31-Mar-14 RM'000	FY 2013 Preceding year financial period ended 31-Mar-13 RM'000
Revenue		65,965	97,522	219,129	208,853
Cost of sales	1	(45,594)	(76,936)	(154,486)	(166,504)
Administrative expenses	2	(3,104)	(5,377)	(11,832)	(11,416)
Other operating expenses	3	(14,474)	(12,664)	(45,759)	(29,564)
Other income	4	21,322	5,015	102,334	62,090
Finance costs		(2,191)	(3,531)	(6,343)	(9,952)
Exceptional item	5	(381)	-	(697)	145
Share of profits less losses of associate companies		10,942	6,372	33,966	22,728
Share of profits less losses of jointly controlled entities		-	-	-	(4,027)
Profit before taxation		32,485	10,401	136,312	72,253
Taxation		(1,766)	(1,148)	(4,792)	(2,457)
Profit for the quarter/period		30,719	9,253	131,520	69,796
Profit attributable to:					
Owners of the Company		30,686	8,879	131,009	69,601
Non-controlling interests		33	374	511	195
		30,719	9,253	131,520	69,796
Earnings per share (In sen)					
- Basic		4.61	1.33	19.68	10.25
- Diluted		n/a	n/a	n/a	n/a
		Quarter ended 31/3/2014 RM'000	Quarter ended 31/3/2013 RM'000	Period ended 31/3/2014 RM'000	Period ended 31/3/2013 RM'000
Note 1 Included in Cost of sales is the following item :-					
Depreciation		(2,212)	(1,830)	(6,063)	(5,423)
Note 2 Included in Administrative expenses is the following item :-					
Depreciation		(46)	(44)	(119)	(116)
Note 3 Included in Other operating expenses are the following items :-					
Allowance for doubtful debts		(49)	(480)	(986)	(536)
Depreciation		(456)	(478)	(1,335)	(1,450)
Loss on disposal of quoted securities		-	(1)	-	(5)
Realised loss on exchange differences		(1,108)	-	(2,124)	-
Note 4 Included in Other income are the following items :-					
Allowance for doubtful debts no longer required		748	-	1,236	-
Fair value gain on financial derivatives		3,417	(2,282)	13,357	2,301
Gain on disposal of quoted securities		1,617	-	21,676	-
Interest income		1,625	1,778	5,167	5,710
Gain on exchange differences					
- realised		-	(3,619)	-	3,093
- unrealised		5,403	279	8,471	2,228
Writeback of impairment of financial assets at fair value through profit or loss		3,055	3,068	32,560	33,232
Note 5 Exceptional item represents :-					
(Loss)/Gain on dilution of equity interests in associate companies		(381)	-	(697)	145

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UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2014.

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	FY 2014 Current financial quarter ended 31-Mar-14 RM'000	FY 2013 Preceding year corresponding financial quarter ended 31-Mar-13 RM'000	FY 2014 Financial period ended 31-Mar-14 RM'000	FY 2013 Preceding year financial period ended 31-Mar-13 RM'000
Profit for the quarter/period	30,719	9,253	131,520	69,796
<u>Other comprehensive income/(loss)</u>				
Realised fair value gain transferred to income statements upon disposal of available for sale investments, net of tax	-	-	(13,100)	-
Unrealised gain/(loss) on fair value changes on available for sale investments, net of tax	15,864	(1,103)	35,857	(9,709)
Share of other comprehensive income of investments accounted for using equity method, net of tax	496	-	416	-
Foreign currency translation, net of tax	161	700	1,503	1,612
Total other comprehensive income/(loss) for the quarter/period, net of tax	16,521	(403)	24,676	(8,097)
Total comprehensive income for the quarter/period, net of tax	47,240	8,850	156,196	61,699
Attributable to :				
Owners of the Company	47,211	8,470	155,638	61,617
Non-controlling interests	29	380	558	82
	47,240	8,850	156,196	61,699

(The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2013 and the accompanying explanatory notes attached to the Interim Financial Statements)

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UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2014.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE THIRD QUARTER AND 9 MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2014.

	Atributable to Owners of the Company								Non-controlling interests RM'000	Total equity RM'000	
	Non-Distributable				Distributable						
	Share capital RM'000	Share premium RM'000	Available for sale investments fair value reserve RM'000	Reserve fund RM'000	Other reserves RM'000	Exchange translation reserve RM'000	Treasury shares RM'000	Retained earnings RM'000	Total RM'000		
Period ended 31 March 2014											
As at 1 July 2013	693,334	47,751	39,052	1,200	1,829	4,907	(10,146)	252,365	1,030,292	2,922	1,033,214
Transactions with owners:-											
Repurchase of shares	-	-	-	-	-	-	(3,376)	-	(3,376)	-	(3,376)
Cash dividends paid to owners of the Company	-	-	-	-	-	-	-	(6,842)	(6,842)	-	(6,842)
Total transactions with owners	-	-	-	-	-	-	(3,376)	(6,842)	(10,018)	-	(10,018)
Comprehensive Income for the financial period											
Profit for the financial year	-	-	-	-	-	-	-	131,009	131,009	511	131,520
Realised fair value gain transferred to income statements upon disposal of available for sale investments, net of tax	-	-	(13,100)	-	-	-	-	-	(13,100)	-	(13,100)
Unrealised gain on fair value changes on available for sale investments, net of tax	-	-	35,857	-	-	-	-	-	35,857	-	35,857
Share of other comprehensive income of investments accounted for using equity method, net of tax	-	-	-	-	416	-	-	-	416	-	416
Foreign currency translation, net of tax	-	-	-	-	-	1,456	-	-	1,456	47	1,503
Total comprehensive Income for the period	-	-	22,757	-	416	1,456	-	131,009	155,638	558	156,196
Balance at 31 March 2014	693,334	47,751	61,809	1,200	2,245	6,363	(13,522)	376,732	1,175,912	3,400	1,179,392
Period ended 31 March 2013											
As at 1 July 2012	693,334	47,751	27,576	1,200	-	1,797	(881)	198,882	967,859	3,755	971,414
Transactions with owners:-											
Repurchase of shares	-	-	-	-	-	-	(8,850)	-	(8,850)	-	(8,850)
Deconsolidation of a subsidiary company	-	-	-	-	-	-	-	-	-	(1,129)	(1,129)
Cash dividends paid to owners of the Company	-	-	-	-	-	-	-	(6,558)	(6,558)	-	(6,558)
Total transactions with owners	-	-	-	-	-	-	(8,850)	(6,558)	(15,408)	(1,129)	(16,537)
Comprehensive Income/(loss) for the financial period											
Profit for the financial year	-	-	-	-	-	-	-	69,601	69,601	195	69,796
Unrealised loss on fair value changes on available for sale investments, net of tax	-	-	(9,709)	-	-	-	-	-	(9,709)	-	(9,709)
Foreign currency translation, net of tax	-	-	-	-	-	1,725	-	-	1,725	(113)	1,612
Total comprehensive Income/(loss) for the period	-	-	(9,709)	-	-	1,725	-	69,601	61,617	82	61,699
Balance at 31 March 2013	693,334	47,751	17,867	1,200	-	3,522	(9,731)	259,925	1,013,668	2,708	1,016,578

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2013 and the accompanying explanatory notes attached to the Interim Financial Statements)

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UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2014.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	As at 31/3/2014 RM'000	(Audited) As at preceding financial year ended 30/06/2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	71,087	59,721
Investment properties	157,638	151,432
Available for sale investments	116,092	96,022
Held to maturity investments	29,980	23,997
Associate companies	134,186	90,196
Intangible assets	26,051	26,184
Deferred tax assets	4,125	4,125
Total non-current assets	539,159	451,677
Current assets		
Property development costs	9,374	9,350
Inventories	13,116	15,831
Trade receivables	353,465	330,375
Amount due from associate companies	18,023	-
Other receivables, deposits and prepayments	18,580	14,904
Tax recoverable	2,156	2,227
Held to maturity investments	6,562	8,598
Financial assets at fair value through profit or loss	245,856	149,254
Deposits with licensed banks and financial institutions	271,834	322,403
Cash and bank balances	50,285	52,992
Total current assets	989,251	905,934
Non-current assets classified as held for sale	-	1,700
	989,251	907,634
TOTAL ASSETS	1,528,410	1,359,311
EQUITY AND LIABILITIES		
EQUITY		
Equity attributable to owners of the Company		
Share capital	693,334	693,334
Treasury shares	(13,522)	(10,146)
Reserves	119,368	94,739
Retained earnings	376,732	252,365
	1,175,912	1,030,292
Non-controlling interests	3,480	2,922
TOTAL EQUITY	1,179,392	1,033,214
LIABILITIES		
Non-current liabilities		
Loans and borrowings	18,852	7,178
Hire purchase payables	24,862	16,911
Deferred tax liabilities	1,058	1,049
Total non-current liabilities	44,772	25,138
Current liabilities		
Derivative financial liabilities	6,828	20,091
Trade payables	66,430	40,125
Amount due to associate companies	-	45,060
Other payables and accruals	51,161	56,278
Loans and borrowings	178,015	138,487
Tax payable	1,812	918
Total current liabilities	304,246	300,959
TOTAL LIABILITIES	349,018	326,097
TOTAL EQUITY AND LIABILITIES	1,528,410	1,359,311
Net assets per share attributable to owners of the Company (RM)	1.77	1.54

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2013 and the accompanying explanatory notes attached to the Interim Financial Statements)

* Net assets per share attributable to owners of the Company is computed based on Total Shareholders' Funds (excluding Non-controlling interests) divided by the total number of ordinary shares, net of shares bought back.

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UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2014.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE THIRD QUARTER AND 9 MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2014.

	Current financial period ended 31/03/2014 RM'000	Preceding year financial period ended 31/3/2013 RM'000
Cash flows from operating activities		
Profit before taxation	136,312	72,253
Adjustments for :		
Non-cash items	(103,651)	(57,544)
Finance costs	6,343	9,952
Interest income	(5,167)	(5,710)
Operating profit before working capital changes	<u>33,837</u>	<u>18,951</u>
Changes in working capital :-		
Net changes in current assets	(143,126)	(43,337)
Net changes in current liabilities	19,330	(10,843)
Cash used in operations	<u>(89,959)</u>	<u>(35,229)</u>
Finance costs	(6,343)	(9,952)
Interest income	5,167	5,710
Tax paid	(3,263)	(2,389)
Tax refund	-	15
Net cash used in operating activities	<u>(94,398)</u>	<u>(41,845)</u>
Cash flows from investing activities		
Subscription of shares in associate companies	(17,955)	-
Purchase of property, plant and equipment	(3,301)	(2,052)
Purchase of held to maturity investments	(13,196)	(3,218)
Payment made on investment properties	(4,806)	(6,012)
Purchase of available for sale investments	(3,454)	(310)
Proceeds from disposal of property, plant and equipment	1,622	1,764
Proceeds from redemption and disposal of held to maturity investments	9,814	10,651
Proceeds from redemption and disposal of available for sale investments	21,750	-
Proceeds from disposal of non-current assets classified as held for sale	2,760	13,185
Capital distribution from an associate company	1,100	-
Dividend received	12,129	6,480
Distribution received from joint ventures	-	52,250
Net cash generated from investing activities	<u>6,463</u>	<u>72,738</u>
Cash flows from financing activities		
(Increase)/decrease in fixed deposits pledged	(22,159)	11,253
Decrease/(increase) in cash and bank balances pledged	8,440	(3,217)
Net cash used in share buyback	(3,376)	(8,850)
Drawdown of loans and borrowings	307,536	65,641
Repayment of loans and borrowings	(268,742)	(132,413)
Repayment of hire purchase payables	(6,353)	(5,070)
Cash dividends paid to owners of the Company	(6,642)	(6,558)
Net cash generated from/(used in) financing activities	<u>8,704</u>	<u>(79,214)</u>
Net decrease in cash and cash equivalents	(79,231)	(48,321)
Cash and cash equivalents at beginning of the financial period	204,286	117,995
Exchange differences	576	(378)
Cash and cash equivalents at end of the financial period	<u>125,631</u>	<u>69,296</u>
Cash and cash equivalents comprise of :-		
Bank overdrafts	(32,460)	(14,517)
Cash and bank balances	39,404	24,623
Deposits with licensed banks and financial institutions	118,687	59,190
	<u>125,631</u>	<u>69,296</u>

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2013 and the accompanying explanatory notes attached to the Interim Financial Statements)

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UNAUDITED FINANCIAL REPORT FOR THE THIRD QUARTER AND 9 MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2014.

NOTES TO THE UNAUDITED FINANCIAL REPORT.

A1. Basis of Preparation

This set of financial report is unaudited and has been prepared in compliance with the reporting requirements outlined in the Malaysian Financial Reporting Standard ("MFRS") 134 :Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad.

This report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2013. The explanatory notes attached to this financial report 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 financial year ended 30 June 2013.

A2. Changes in Accounting Policies

The accounting policies and methods of computation and presentation adopted by the Group in this quarterly report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2013 except for the adoption of the following new/revised Malaysian Financial Reporting Standards ("MFRSs") and Amendments to MFRSs issued by the MASB that became effective and relevant to the Group for the financial year beginning 1 July 2013:-

MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurement
MFRS 119	Employee Benefits (as amended in 2011)
MFRS 127	Separate Financial Statements (as amended in 2011)
MFRS 128	Investments in Associates and Joint Ventures (as amended in 2011)
Amendments to MFRS 7	Financial Instruments : Disclosures – Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 101	Presentation of Financial Statements (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 116	Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 132	Financial Instruments : Presentation (Annual Improvements 2009-2011 Cycle)
Amendments to MFRS 134	Interim Financial Reporting (Annual Improvements 2009-2011 Cycle)

A2. Changes in Accounting Policies (Cont'd)

Cont'd

Amendments to MFRS 10	Consolidated Financial Statements : Transition Guidance
Amendments to MFRS 11	Joint Arrangements : Transition Guidance
Amendments to MFRS 12	Disclosure of Interests in Other Entities : Transition Guidance

The adoption of the above new/revised MFRSs and Amendments to MFRSs are not expected to have any material financial impact on the financial statements of the Group.

A3. Declaration of Audit Qualification

There was no qualified report issued by the auditors in the audited financial statements of the Group for the financial year ended 30 June 2013.

A4. Seasonality and Cyclicity of Interim Operations

The performance of the Group is not significantly affected by seasonal and cyclical fluctuation.

A5. Exceptional / Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

The following are the exceptional items that occurred during the current financial quarter and financial period under review which affect the assets, liabilities, equity, net income or cash flows of the Group:-

Recognised in the Income Statements

	Individual	Quarter	Cumulative	Quarter
	Quarter ended	Quarter ended	Period ended	Period ended
	31-March-2014	31-March-2013	31-March-2014	31-March-2013
	RM'000	RM'000	RM'000	RM'000
Allowance for doubtful debts no longer required	748	-	1,236	-
Allowance for doubtful debts	(49)	(480)	(986)	(536)
Fair value gain/(loss) on financial derivatives	3,417	(2,282)	13,357	2,301
(Loss)/gain on dilution of equity interest in associate companies	(381)	-	(697)	145
Fair value gain on financial assets at fair value through profit or loss	3,055	3,068	32,560	33,232

A6. Material changes in Estimates

There are no material changes in accounting estimates used in the preparation of the financial statements in the current financial quarter and current financial period as compared to the previous corresponding financial quarter and financial period.

A7. Debts and Equity Securities

The shareholders of the Company, by an ordinary resolution passed in the Annual General Meeting of the Company held on 19 December 2013, approved the Company's plan to repurchase its own shares. The Directors of the Company are committed to enhance the value of the Company to its shareholders and believe that the repurchase plan can be applied in the best interests of the Company and its shareholders.

During the 9 months financial period ended 31 March 2014, the Company repurchased 5,971,100 of its issued share capital from the open market. The average price paid for the shares repurchased was RM0.5655 per share. The repurchase transactions were financed by internally generated funds. The shares repurchased are being held as treasury shares in accordance with the requirement of Section 67A of the Companies Act 1965. Of the total 693,333,633 issued and fully paid up ordinary shares, 29,127,291 shares are being held as treasury shares by the Company as at 31 March 2014.

Other than the above, there were no issuance and repayment of equity and debts securities, share cancellations and resale of treasury shares for the 9 months financial period ended 31 March 2014.

A8. Dividends paid

The Company paid an interim single tier cash dividend of 1.0 sen per ordinary share of RM1.00 each amounting to RM6,642,063 on 24 February 2014 in respect of the financial year ending 30 June 2014.

A9. Segment Information

The segment analysis for the Group's results for the 9 months financial period ended 31 March 2014 is as follows:-

	Financial services and Credit & leasing	Property investment and development	Investment holding and trading	Retail trading and car rental	IT-related manufacturing, trading and services	Elimination	Consolidated total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue							
External revenue	44,760	3,891	151,552	15,934	2,992	-	219,129
Inter-segment revenue	3,682	451	3,186	83	1,679	(9,081)	-
Total segment revenue	48,442	4,342	154,738	16,017	4,671	(9,081)	219,129
Results							
Segment profit/(loss) from operations	29,568	497	61,267	2,464	13,239	(2,816)	104,219
Interest income	901	222	8,337	-	613	(4,906)	5,167
Finance costs	(8,010)	(581)	(3,756)	(1,157)	(561)	7,722	(6,343)
Exceptional items	-	-	-	-	(697)	-	(697)
Share of results of associate companies	-	(252)	8,047	1,552	24,619	-	33,966
Profit/(loss) before taxation	22,459	(114)	73,895	2,859	37,213		136,312
Taxation	(3,647)	(153)	(668)	(406)	82		(4,792)
Profit/(loss) for the financial period	18,812	(267)	73,227	2,453	37,295		131,520
Attributable to :							
Owners of the Company							131,009
Non-controlling interests							511

A9. Segment Information (Cont'd)

The segment analysis for the Group's results for the 9 months financial period ended 31 March 2013 was as follows:-

	Financial services and Credit & leasing	Property investment and development	Investment holding and trading	Retail trading and car rental	IT-related manufacturing, trading and services	Elimination	Consolidated total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue							
External revenue	29,883	1,082	161,756	14,141	1,991	-	208,853
Inter-segment revenue	1,329	714	9,690	213	3,617	(15,563)	-
Total segment revenue	31,212	1,796	171,446	14,354	5,608	(15,563)	208,853
Results							
Segment profit/(loss) from operations	11,764	130	45,408	2,009	(808)	(854)	57,649
Interest income	390	450	13,243	-	355	(8,728)	5,710
Finance costs	(10,934)	(236)	(7,257)	(967)	(140)	9,582	(9,952)
Exceptional items	-	-	-	-	145	-	145
Share of results of associate companies	-	(1,562)	11,487	2,454	10,349	-	22,728
Share of results of jointly controlled entities	-	(4,027)	-	-	-	-	(4,027)
Profit/(loss) before taxation	1,220	(5,245)	62,881	3,496	9,901	-	72,253
Taxation	(1,560)	(91)	(629)	(177)	-	-	(2,457)
Profit/(loss) for the financial period	(340)	(5,336)	62,252	3,319	9,901	-	69,796
Attributable to :							
Owners of the Company							69,601
Non-controlling interests							195

A10. Valuation of Property, Plant and Equipment

The valuation of land and building held under property, plant and equipment has been brought forward without amendment from the annual financial statements of the Group for the financial year ended 30 June 2013.

A11. Material Subsequent Events

There were no material events subsequent to 31 March 2014 to the date of this Report that have not been reflected in the financial statements for the current financial period.

A12. Changes in the composition of the Group

There were no changes in the composition of the Group for the current financial quarter and financial period, including business combinations, acquisition or disposal of subsidiary and associate companies and long term investments, restructuring and discontinuing operations other than as disclosed below:-

- (i) On 6 September 2013, Insas Technology Pte Ltd, an indirect wholly owned subsidiary company of the Group subscribed for 200 ordinary shares representing 20% equity interest in Sengenics International Pte Ltd ("Sengenics International") for a cash consideration of S\$200.

Sengenics International was incorporated on 23 February 2012 under the Singapore Companies Act (Cap 50) and is principally engaged in providing services relating to medical, agricultural and biotechnological screening, diagnosis and tests using molecular biological methods.

A12. Changes in the composition of the Group (Cont'd)

There were no changes in the composition of the Group for the current financial quarter and financial period, including business combinations, acquisition or disposal of subsidiary and associate companies and long term investments, restructuring and discontinuing operations other than as disclosed below (cont'd):-

- (ii) On 30 October 2013, Insas Technology Pte Ltd subscribed for 500,000 ordinary shares representing 29.40% equity interest in Numoni Pte Ltd ("Numoni") for a cash consideration of S\$500,000.

Numoni was incorporated on 1 January 2012 under the Singapore Companies Act (Cap 50) and is principally engaged in the development of software and programming activities.

- (iii) On 28 October 2013, Gleneagles Medical Centre (Kuala Lumpur) Sdn Bhd ("GMC"), a 20% associate company of the Company, held a general meeting of the members of GMC, to approve for GMC to be wound-up by way of members' voluntary winding-up pursuant to Section 254(1)(b) of the Companies Act, 1965.

GMC is a private limited company incorporated in Malaysia under the Companies Act, 1965. The principal activities of GMC are the development and investment in medical centers.

The winding-up of GMC was initiated as it has ceased its operations and had remained dormant during the period.

- (iv) On 31 December 2013, Melium Holdings Sdn Bhd ("Melium Holdings"), an associate company of the Group, acquired 2 ordinary shares of RM1 each representing 100% equity interest in Smooth Inspiration Sdn Bhd ("Smooth Inspiration") for a cash consideration of RM2.

On 5 May 2014, Melium Holdings further subscribed for 249,998 new ordinary shares of RM1 each in Smooth Inspiration at a subscription price of RM249,998 in the enlarged share capital comprising 250,000 ordinary shares of RM1 each in Smooth Inspiration.

Smooth Inspiration was incorporated in Malaysia on 26 September 2011 as a private limited company under the Companies Act, 1965. The principal activity of Smooth Inspiration is in the food and beverage business.

A13. Contingent Assets or Liabilities

As at the date of this Report, the Company has issued guarantees amounting to RM110,852,000 to financial institutions in respect of banking and credit facilities granted to its subsidiary and associate companies. There is no contingent asset as at the date of this Report.

A14. Commitments

Contractual commitments not provided for in the financial statements as at 31 March 2014 are as follows :-

	RM'000
To acquire property, plant and equipment	3,442
To acquire investment properties	18,731
To acquire unquoted shares in a company	<u>5,000</u>

A15. Related Party Transactions

Related party transactions had been entered into in the ordinary course of business that had been undertaken at arm's length basis on normal commercial terms.

ADDITIONAL INFORMATION REQUIRED BY PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance

Current financial quarter against preceding year's corresponding financial quarter

The Group reported revenue of RM65.9 million and a pre-tax profit of RM32.5 million for the quarter ended 31 March 2014 compared with revenue of RM97.5 million and a pre-tax profit of RM10.4 million reported in the preceding year's corresponding quarter.

The Group's results reported for the quarter ended 31 March 2014 as compared to the preceding year's corresponding quarter are mainly due to the following :-

Financial services and credit & leasing division

Revenue and pre-tax results for the current quarter ended 31 March 2014 is higher than the preceding year's corresponding quarter primarily due to improved results reported by the stock broking and money lending units.

Property investment and development division

There is no significant contribution from the property investment and development division in the current quarter as compared to the preceding year's corresponding quarter.

Investment holding and trading division

The investment unit reported lower revenue for the current quarter as compared to the preceding year's corresponding quarter primarily due to lower trading activities in the current quarter. The investment unit reported a higher pre-tax profit of RM15.3 million for the quarter ended 31 March 2014 as compared to a pre-tax profit of RM5.7 million in the preceding year's corresponding quarter mainly due to higher fair value gain on financial assets at fair value through profit or loss of RM2.8 million and higher fair value gain on financial derivatives of RM3.4 million in the current quarter (Q3/2013: fair value gain of financial assets at fair value through profit and loss of RM1.7 million and fair value loss on financial derivatives of -RM2.3 million).

Retail trading and car rental division

There is no significant improvement in revenue and pre-tax results for the Group's car rental units in the current quarter ended 31 March 2014 as compared to the preceding year's corresponding quarter.

The Group's associate company, Melium Holdings Sdn Bhd ("Melium Holdings") reported higher profit during the current quarter as compared to the preceding year's corresponding quarter due to higher allowance for obsolete inventories accrued by the fashion units in the preceding year's corresponding quarter. The Group's equity accounting for Melium Holdings' after-tax profits was RM0.9 million for the current quarter (Q3/2013 : RM0.08 million).

B1. Review of Performance (Cont'd)

Current financial quarter against preceding year's corresponding financial quarter (cont'd)

IT-related manufacturing, trading and services division

The IT unit reported higher pre-tax profit for the current quarter ended 31 March 2014 as compared to the preceding year's corresponding quarter mainly due to higher gain arising from sale of quoted securities.

The IT unit's associate companies, Inari Amertron Berhad Group ("Inari Amertron") reported higher profit in the current quarter as compared to the preceding year's corresponding quarter due to the consolidation of the results of Amertron Inc. (Global) Limited, the acquisition which was completed in June 2013 as well as higher trading volumes from Inari Amertron's existing business units. The IT unit's equity accounting for Inari Amertron's after-tax profits for the current quarter ended 31 March 2014 was RM8.0 million (Q3/2013 : RM4.5 million).

Group's summary

The Group reported improved pre-tax profit of RM32.5 million in the current quarter ended 31 March 2014 as compared to pre-tax profit of RM10.4 million in the preceding year's corresponding quarter mainly due to higher pre-tax profits reported by the stock broking, money lending and investment units and the IT unit and its associate companies, Inari Amertron Group in the current quarter.

Current financial period to date against preceding year's corresponding financial period

The Group reported revenue of RM219.1 million and a pre-tax profit of RM136.3 million for the nine months period ended 31 March 2014 as compared with revenue of RM208.9 million and a pre-tax profit of RM72.3 million reported in the preceding year's corresponding period.

The improvement in the Group's results reported for the nine months period ended 31 March 2014 as compared to the preceding year's corresponding period are mainly due to the following:-

Financial service and credit & leasing division

Revenue for the nine months period ended 31 March 2014 improved as compared to the preceding year's corresponding period mainly due to higher brokerage and corporate advisory income reported by the stock broking unit.

Pre-tax profit for the nine months period ended 31 March 2014 increased as compared to the preceding year's corresponding period due to higher profits reported by both the stock broking and the money lending units on the back of improved market sentiments in the current period.

Property investment and development division

There is no significant contribution from the property investment and development units for the nine months period ended 31 March 2014 as compared to the preceding year's corresponding period.

B1. Review of Performance (Cont'd)

Current financial period to date against preceding year's corresponding financial period (cont'd)

Investment holding and trading division

The investment unit reported lower revenue of RM151.5 million for the nine months period ended 31 March 2014 as compared to revenue of RM161.8 million reported in the preceding year's corresponding period as a result of lower trading activities in the current period. The pre-tax profit of RM73.8 million for the nine months period ended 31 March 2014 was slightly better as compared to a pre-tax profit of RM62.8 million in the preceding year's corresponding period after taking into account fair value gain on financial derivatives of RM13.4 million (Nine months period ended 31 March 2013 : fair value gain of RM2.3 million).

Retail trading and car rental division

Revenue for the nine months period ended 31 March 2014 increased compared to the preceding year's corresponding period due to higher revenue from the car rental businesses in the current period arising from higher demand for cars on the back of increased fleet size of the car rental businesses. Despite the higher revenue, there is no significant improvement in the pre-tax profit for the nine months period ended 31 March 2014 due to the lower profit margin and higher fixed costs incurred by the Group's car rental businesses.

IT-related manufacturing, trading and services division

The IT unit reported significantly higher pre-tax profit for the nine months period ended 31 March 2014 as compared to the preceding year's corresponding period mainly due to higher gain arising from sale of quoted securities in the current period.

The IT unit's associate companies, Inari Amertron Group reported higher profits for the nine months period ended 31 March 2014 as compared to the preceding year's corresponding period due to the consolidation of the results of Amertron Inc. (Global) Limited, the acquisition which was completed in June 2013 as well as higher trading volumes from Inari Amertron's existing business units. The IT unit's equity accounting for Inari Amertron Group's after-tax profits for the nine months period ended 31 March 2014 is RM23.6 million (Nine months period ended 31 March 2013 : RM9.9 million).

Group's summary

The Group reported a higher pre-tax profit of RM136.3 million for the nine months period ended 31 March 2014 as compared to RM72.3 million in the preceding year's corresponding period mainly due to higher profits reported by the stock broking and money lending units and the IT unit and its associate companies, Inari Amertron Group.

B2. Comments on material changes in the revenue and profit before taxation for the current financial quarter as compared with the immediate preceding financial quarter

The Group reported revenue of RM65.9 million and a pre-tax profit of RM32.5 million in the current quarter as compared with revenue of RM80.7 million and a pre-tax profit of RM42.3 million in the immediate preceding quarter.

The revenue is lower in the current quarter as compared to the immediate preceding quarter primarily due to lower revenue reported by the investment unit on the back of lower trading activities in the current quarter. The lower pre-tax profit in the current quarter was derived after taking into account fair value gain on financial assets at fair value through profit or loss of RM2.9 million (Immediate preceding quarter : fair value gain of RM12.2 million) reported by the investment unit.

B3. Prospects for the financial year ending 30 June 2014

Financial services and investment trading division

The Board of Directors is of the view that the business prospect of the stock broking unit is more encouraging for this financial year due to the improving market sentiments and increased business generated by the corporate finance unit. The Group will continue to be cautious in evaluating new investments under its investment unit.

Property investment and development division

The Group is exploring opportunities in new property investment and development ventures and has recently participated in a joint investment for the development of a piece of land in Nilai, Negeri Sembilan. The Board also has plans to participate in certain new property development projects within Klang Valley on a joint venture basis.

Retail trading and car rental division

The Group is working on expanding its car rental businesses by increasing its fleet and expanding its presence in East Malaysia and Singapore. The Board is of the view that the car rental businesses will provide increased revenue and profit contribution to the Group in future.

IT-related manufacturing, trading and services division

The Board expects the IT unit to perform satisfactorily with the combine revenue and profits of Amertron Inc. (Global) Limited upon the completion of the acquisition of Amertron Inc. (Global) Limited by the IT unit's associate company, Inari Amertron Berhad in June 2013. Inari Amertron Berhad remains optimistic in maintaining their profitable performance in light of their radio frequency and fiber optics businesses that continues to be in high growth underpinned by global proliferation of smart devices. Inari Amertron Berhad in their outlook for the financial year expects to work towards widening their clientele, increasing investment in research and development (R&D) and expanding its production capacity to meet the high demand for its products and services.

B4. Variance of Actual Profit from Forecast Profit/Profit Guarantee

This note is not applicable for the financial period under review as the Group did not enter into any scheme that requires it to present forecast results or guarantee any profits.

B5. Taxation

The taxation charge for the current financial quarter and financial period ended 31 March 2014 is as follows:-

	Individual Quarter ended 31-March-2014 RM'000	Quarter Quarter ended 31-March-2013 RM'000	Cumulative Period ended 31-March-2014 RM'000	Quarter Period ended 31-March-2013 RM'000
Taxation for the financial quarter/period	1,443	940	4,469	2,262
Overprovision in respect of prior financial quarter/ period	323	208	323	195
	<u>1,766</u>	<u>1,148</u>	<u>4,792</u>	<u>2,457</u>

B5. Taxation (Cont'd)

The reconciliation between the statutory tax rate and the effective tax rate on the pre-tax profit of the Group are as follows:-

	Individual Quarter ended 31-March-2014 RM'000	Quarter Quarter ended 31-March-2013 RM'000	Cumulative Period ended 31-March-2014 RM'000	Quarter Period ended 31-March-2013 RM'000
Profit before taxation	32,485	10,401	136,312	72,253
Income tax at Malaysian statutory tax rate	8,121	2,600	34,078	18,063
Tax effect in respect of :				
Non-allowable expenses	(656)	774	2,588	2,796
Income not subject to tax	(5,404)	(2,561)	(28,713)	(17,507)
Effect of different tax rates in other countries	(201)	(1)	(470)	(371)
Overseas tax paid on dividend income	85	358	582	822
Utilisation of previously unrecognised deferred tax assets	(568)	(197)	(3,751)	(1,746)
Deferred tax not recognized in the financial statements	66	(33)	155	205
Tax expenses for the financial quarter/period	1,443	940	4,469	2,262
Overprovision in respect of prior financial quarter/period	323	208	323	195
	<u>1,766</u>	<u>1,148</u>	<u>4,792</u>	<u>2,457</u>

B6. Status of Corporate Proposal announced but not completed as at the date of this Report

There is no corporate proposal that has been announced but has not been completed as at the date of this Report.

B7. Group Borrowings and Debts Securitities as at 31 March 2014

	Foreign Currency ('000)	RM'000
Short term secured borrowings		
- in US dollars	26,253	85,624
- in Australian dollars	(19,584)	(59,055)
- in Euro dollars	1,486	6,666
- in Hong Kong dollars	123,049	51,730
- in Singapore dollars	16,738	43,365
- in Ringgit Malaysia		49,685
		<u>178,015</u>
Long term secured borrowings		
- in US dollars	3,020	9,850
- in Singapore dollars	820	2,124
- in Ringgit Malaysia		6,878
		<u>18,852</u>
		<u>196,867</u>

B8. Material Litigation

There are no material progress/changes on pending material litigation since the last annual balance sheet date up to the date of this Report. The Group was not engaged in any litigation which is likely to give rise to proceedings which may materially and adversely affect the financial position or the business operations of the Group.

B9. Dividend

The Board of Directors had declared an interim single-tier dividend of 1.0 sen per ordinary share of RM1.00 each in respect of financial year ending 30 June 2014.

The dividend was paid on 24 February 2014.

B10. Earnings per share

(a) Basic earnings per share

The basic earnings per share for the current financial quarter and financial period have been calculated by dividing the net profit attributable to owners of the Company for the financial quarter and financial period by the weighted average number of ordinary shares in issue during the financial quarter and period to date.

	Individual	Quarter	Cumulative	Quarter
	Quarter ended 31-March-2014 RM'000	Quarter ended 31-March-2013 RM'000	Period ended 31-March-2014 RM'000	Period ended 31-March-2013 RM'000
Net profit attributable to owners of the Company for the financial quarter and period to date (RM'000)	30,686	8,879	131,009	69,601
Weighted average number of ordinary shares in issue, after accounting for the effect of shares bought back ('000)	665,649	679,295	665,649	679,295
Basic earnings per share (Sen)	4.61	1.33	19.68	10.25

(b) Diluted earnings per share

The diluted earnings per share is not computed as there were no dilutive potential equity instruments in issue that gave diluted effect to the earnings per share.

B11. DISCLOSURE ON REALISED AND UNREALISED PROFITS AND LOSSES

The Group's retained profits as at 31 March 2014 and 31 March 2013 are analysed as follows:-

	<u>As at 31.03.2014</u>	<u>As at 31.03.2013</u>
	RM'000	RM'000
<u>Total retained profits of the Company and its subsidiaries</u>		
- Realised	179,013	69,067
- Unrealised	108,668	79,879
	<u>287,681</u>	<u>148,946</u>
<u>Total share of retained profits from associate companies</u>		
- Realised	60,327	31,548
- Unrealised	8,334	9,582
	<u>68,661</u>	<u>41,130</u>
<u>Total share of retained profits from jointly controlled entities</u>		
- Realised	-	23,332
Add : Consolidated adjustments	<u>20,390</u>	<u>46,517</u>
Total Group retained profits as per consolidated financial statements	<u>376,732</u>	<u>259,925</u>