



**BHS Industries Berhad ( Company No: 719660-W )**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FOURTH QUARTER ENDED 30 JUNE 2015**  
(The figures have not been audited)

	Fourth Quarter 3 months ended 30 June		Cumulative Quarters 12 months ended 30 June	
	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
Revenue	8,031	9,938	31,674	65,556
Operating expenses	(10,149)	(10,060)	(36,717)	(56,995)
Other income	1,855	564	7,599	1,357
Interest	50	2	123	35
Finance costs	(86)	(8)	(116)	(83)
<b>Profit/(Loss) before tax</b>	<b>(299)</b>	<b>436</b>	<b>2,563</b>	<b>9,870</b>
Taxation	239	1,820	224	1,261
Net profit/(Loss) for the period	<u>(60)</u>	<u>2,256</u>	<u>2,787</u>	<u>11,131</u>
<b>Other Comprehensive Income:</b>				
Translation of foreign operation	-	(21)	(112)	72
Net Gain/(loss) on Available for sale financial assets	-	-	-	234
-gain on changes in fair value	26	66	368	
-reclass to profit or loss arising from disposal	(663)	-	(663)	
	<u>(637)</u>	<u>45</u>	<u>(407)</u>	<u>306</u>
<b>Total Comprehensive Income for the period</b>	<u>(697)</u>	<u>2,301</u>	<u>2,380</u>	<u>11,437</u>
<b>Profit/(Loss) Attributable to :</b>				
Owners of the Company	<u>(60)</u>	<u>2,256</u>	<u>2,787</u>	<u>11,131</u>
<b>Total Comprehensive Income attributable to:</b>				
Owners of the Company	<u>(697)</u>	<u>2,301</u>	<u>2,380</u>	<u>11,437</u>
<b>Earnings per share (sen):</b>				
Basic (Part B, Note 11)	<u>(0.02)</u>	<u>3.13</u>	<u>1.76</u>	<u>15.44</u>

**Note:**

The unaudited condensed consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2014 and the accompanying explanatory notes attached to the Interim Financial Report.



**BHS Industries Berhad ( Company No: 719660-W )**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2015**  
**( The figures have not been audited )**

	<b>As at 30 June 2015 RM ' 000</b>	<b>(Audited) As at 30 June 2014 RM ' 000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Leasehold land and building	16,067	-
Plant and equipment	10,698	9,235
Other investments	1,179	1,746
Master licence rights	500	-
<b>Total non-current assets</b>	<b>28,444</b>	<b>10,981</b>
<b>Current assets</b>		
Inventories	12,305	15,036
Trade receivables	13,764	18,417
Other receivables, deposits and prepayments	7,757	1,537
Tax recoverable	2,084	710
Short term Investments	24,513	13,783
Cash and bank balances	10,305	11,125
Assets classified as held for sale (Part A, Note 8)	-	7,840
	<b>70,728</b>	<b>68,448</b>
<b>TOTAL ASSETS</b>	<b>99,172</b>	<b>79,429</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital (Part A, Note 6)	80,000	40,000
Share premium	-	1,684
Other reserve	(16,832)	(16,426)
Treasury shares	(4,256)	(4,224)
Retained earnings	24,568	52,954
<b>Total Equity</b>	<b>83,480</b>	<b>73,988</b>
<b>Non-current liabilities</b>		
Bank borrowing	7,370	-
Deferred tax liabilities	1,169	1,260
<b>Total non-current liabilities</b>	<b>8,539</b>	<b>1,260</b>
<b>Current liabilities</b>		
Bank borrowing	623	-
Trade payables	2,250	529
Other payables and accruals	4,015	2,645
Provision for tax	265	-
Liabilities classified as held for sale (Part A, Note 9)	-	1,007
<b>Total current liabilities</b>	<b>7,153</b>	<b>4,181</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>99,172</b>	<b>79,429</b>
<b>Net asset per share (RM)</b>	<b>0.27</b>	<b>1.03</b>

**Note:**

The unaudited condensed consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2014 and the accompanying explanatory notes attached to the Interim Financial Report.



BHS Industries Berhad ( Company No: 719660-W )

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FOURTH QUARTER ENDED 30 JUNE 2015  
(The figures have not been audited)**

	Non-distributable					Distributable		
	Share Capital RM' 000	Share Premium RM' 000	Other Reserve RM' 000	Fair Value Reserve RM' 000	Translation Reserve RM' 000	Treasury Shares RM' 000	Retained Profits RM' 000	Total RM' 000
<b>As at 1 July 2014</b>	40,000	1,684	(16,833)	295	112	(4,224)	52,954	73,988
Total comprehensive income for the quarter				14	(112)		3,870	3,772
<b>As at 30 September 2014</b>	40,000	1,684	(16,833)	309	-	(4,224)	56,824	77,760
Total comprehensive income for the quarter		-	-	139	-	-	(664)	(525)
Cost of Share dividend	-	-	-	-	-	1,818	(1,818)	-
Gains on disposal of shares/cost of treasury shares	-	11,362	-	-	-	2,406	-	13,768
<b>As at 31 December 2014</b>	40,000	13,046	(16,833)	448	-	-	54,342	91,003
Dividend 3 sen a share	-	-	-	-	-	-	(2,400)	(2,400)
Bonus Issue	40,000	(13,046)	-	-	-	-	(26,954)	-
Total comprehensive income for the quarter	-	-	-	189	-	-	(359)	(170)
<b>As at 31 March 2015</b>	80,000	-	(16,833)	637	-	-	24,629	88,433
Purchase of shares						(4,256)		(4,256)
Total comprehensive income for the quarter				(637)			(60)	(697)
<b>As at 30 June 2015</b>	80,000	-	(16,833)	-	-	(4,256)	24,569	83,480

The unaudited Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2014 and the accompanying explanatory notes attached to the Interim Financial Report.



**BHS Industries Berhad ( Company No: 719660-W )**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**AS AT 30 JUNE 2015**  
 (The figures have not been audited)

	<b>Cumulative</b>	
	<b>12 months ended 30 June</b>	
	<b>2015</b>	<b>2014</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash Flows From Operating Activities</b>		
Profit before tax	2,563	9,870
Adjustments for:		
Allowance for debts	380	301
Depreciation and amortisation	1,482	1,593
Gains arising from disposal of land and subsidiary	(3,095)	-
(Gains)/Loss on foreign exchange (unrealised)	(525)	243
Gains on Fair value on quoted shares	(179)	(37)
Provision for sales return written back	-	(30)
Unrealised short term investments	(730)	(378)
Interest expense	116	83
Gains on disposal of plant & equipment	(97)	(380)
	<u>(85)</u>	<u>11,265</u>
Changes in working capital:		
Inventories	2,731	4,383
Receivables	(1,567)	1,637
Short term investments	(10,730)	4,923
Payables	3,091	(9,705)
Cash (used in)/generated from operations	<u>(6,560)</u>	<u>12,503</u>
Interest paid	(116)	(83)
Taxes paid	(725)	(120)
Net cash (used in)/ generated from operating activities	<u>(7,401)</u>	<u>12,300</u>
<b>Cash Flows From Investing Activities</b>		
Purchase of Property, plant & equipment	(19,615)	(173)
Purchase of Quoted shares	(1,108)	-
Purchase of Master licence rights	(500)	-
Proceeds from disposal of plant & machinery	701	380
Proceeds from disposal of lands and shares in BHS Resources Pte. Ltd.	9,885	-
Proceeds from disposal of mutual funds	2,016	-
Proceeds from disposal of quoted shares	97	-
Proceeds from disposal of treasury shares	13,768	-
Net cash generated from investing activities	<u>5,244</u>	<u>207</u>
<b>Cash Flows From Financing Activities</b>		
Increase in borrowings	7,993	(1,533)
Dividend paid	(2,400)	(2,163)
Repurchase of treasury shares	(4,256)	-
Net cash generated from/(used in) financing activities	<u>1,337</u>	<u>(3,696)</u>
<b>Net (Decrease)/Increase in cash and cash equivalents</b>	<b>(820)</b>	<b>8,811</b>
Effects of foreign exchange rate changes	-	121
Cash and cash equivalents at beginning	<u>11,125</u>	<u>2,193</u>
<b>Cash and cash equivalents at end #</b>	<b><u>10,305</u></b>	<b><u>11,125</u></b>

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2014 and the accompanying explanatory notes attached to the Interim Financial Statement.

# Please refer to Part A, Note 16 for the analysis of Cash and Cash equivalents

**BHS Industries Berhad ( Company no: 719660-W )**  
**Notes To The Interim Report**  
**For The Fourth Quarter Ended 30 June 2015**  
**(The figures have not been audited)**

**Part A-Explanatory Notes Pursuant to FRS 134**

**1 Basis of Preparation**

The unaudited interim financial statements have been prepared and presented in accordance with the reporting requirements outlined in the Malaysian Financial Reporting Standard ("MFRS") No.134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The unaudited interim financial statements report should be read in conjunction with the audited consolidated financial statements for the year ended 30 June 2014 and the accompanying explanatory notes attached to the audited consolidated financial statements.

In the previous years, the financial statements were prepared in accordance with the Financial Reporting Standards in Malaysia. The first time adoption of MFRS does not have any significant impact on the Group's reported unaudited financial position, financial performance and cash flows.

The Group has not adopted the new standards, amendments to published standards and interpretations that have been issued but not yet effective. These new standards, amendments to published standards and interpretations do not result in significant changes in accounting policies of the Group.

**2 Auditors' Report on Preceding Annual Financial Statements**

The audited financial statements for the financial year ended 30 June 2014 were not subject to any qualification.

**3 Comments about Seasonality or Cyclicity of Operations**

The business operations of The Group were not materially affected by seasonal or cyclical changes.

**4 Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

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

**5 Changes in Estimates**

There were no changes in estimates of amounts which have a material effect on the results in the current quarter under review.

**6 Debt and Equity Securities**

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities in the current quarter under review except the following:

In pursuance of the authority granted to the directors at the Third AGM held on 29 January 2015, the directors had during the 4th quarter to 30.6.2015, repurchased 7,351,000 of the Company's ordinary shares of RM0.25 each at the open market for a total consideration of RM4,256,378 at an average cost of RM0.579 per share. The share buyback were financed by internally generated funds and are held as treasury shares in accordance with the requirements of Section 67A of the Companies Act 1965.

**7 Dividend Paid**

The Company did not pay any dividend in the quarter under review.

**8 Non-current assets held for sale RM7,840,000**

Investment properties	6,794
Fixed deposit with a licensed bank	257
Bank balances	789
	<hr/>
	7,840
	<hr/>

In the EGM dated 18 July 2014, the shareholders voted to approve the disposal, the sale of 7 pieces of land and the shares in a subsidiary had been effected in the September 14 quarter.

**BHS Industries Berhad ( Company no: 719660-W )**  
**Notes To The Interim Report**  
**For The Fourth Quarter Ended 30 June 2015**  
**(The figures have not been audited)**

**9 Liabilities classified as held for sale RM1,007,000**

In the EGM dated 18 July 2014, the shareholders voted to approve the disposal, the sale of shares in the subsidiary had been effected in the Sept 14 quarter.

	RM'000
Liabilities:	
Other payables and accruals	109
Term loan	898
	<u>1,007</u>

**10 Segmental Information**

Segmental Information for the Group by geographical segment is presented as follows:

	3 months Ended 30 June 2015 RM'000	12 months Ended 30 June 2015 RM'000
<b>Geographical Segments</b>		
<b>Revenue</b>		
Export market	4,791	17,568
Local market	<u>3,240</u>	<u>14,106</u>
	<u>8,031</u>	<u>31,674</u>
<b>Results</b>		
Export market	(1,315)	(2,861)
Local market	<u>(889)</u>	<u>(2,298)</u>
Profit/(Loss) from operations	(2,204)	(5,159)
Add Other Income & Interest	<u>1,905</u>	<u>7,722</u>
	(299)	2,563
Less taxation	<u>239</u>	<u>224</u>
	<u>(60)</u>	<u>2,787</u>

Disclosure of segmental information of the Group by business segment is not presented as the Group is primarily engaged in the segment of printing.

**11 Valuation of Property, Plant and Equipment**

There were no valuation of the property, plant and equipment in the current quarter under review.

**12 Material Events Subsequent to the End of the Quarter**

There were no material events between the end of the current quarter and the date of this report, which are likely to substantially affect the current quarter results under review.

**13 Changes in the Composition of the Group**

There is no change in the composition of the Group in the quarter under review.

**BHS Industries Berhad ( Company no: 719660-W )**  
**Notes To The Interim Report**  
**For The Fourth Quarter Ended 30 June 2015**  
**(The figures have not been audited)**

**14 Contingent Liabilities**

The Directors are of the opinion that the Group has no contingent liabilities which, upon crystallisation would have a material impact on the financial position and business of the Group as at 21 August 2015, the latest practicable date which is not earlier than 7 days from the date of issuance of these financial results.

**15 Capital Commitments**

As at 21 August 2015 (the latest practicable date which is not earlier than 7 days from the date of issuance of these financial results), the Group did not have any material commitment for contracted capital expenditure which might have a material impact on the financial position or business of the Group except the following:

Purchase of plant and machinery	RM' 000
	<u>3,773</u>

**16 Cash and Cash Equivalents**

	As at 31 March 2015	As at 30 June 2014
	RM'000	RM'000
Cash at bank	<u>10,305</u>	<u>11,125</u>

**BHS Industries Berhad ( Company no: 719660-W )**  
**Notes To The Interim Report**  
**For The Fourth Quarter Ended 30 June 2015**  
**(The figures have not been audited)**

**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS**

**1 Analysis of performance**

	<b>4th Quarter 30.06.2015 RM'000</b>	<b>4th Quarter 30.06.2014 RM'000</b>
Revenue	<u>8,031</u>	<u>9,938</u>
Profit Before Tax (PBT)	<u>(299)</u>	<u>436</u>

The revenue had dropped from RM9.9 million in the preceding June 14 quarter to RM8.03 million in the current quarter. The prevailing low crude oil price has affected the crude oil exporting countries resulting in smaller print orders received. With a lower volume of printing, the Group was not able to reap the benefit of economy of scale and therefore, it recorded a loss of RM299,000.

**2 Variation of Results Against Preceding Quarter**

	<b>Current Quarter 30.06.2015 RM'000</b>	<b>Preceding Quarter 31.03.2015 RM'000</b>
Revenue	<u>8,031</u>	<u>4,910</u>
Profit Before Tax (PBT)	<u>(299)</u>	<u>(483)</u>

The revenue increased by RM3.12 million from RM4.91 million in March 15 quarter to June 15 Quarter. This represents an increase of 63.6%. The loss suffered was reduced from RM0.48 million in preceding quarter to RM0.3 million in current Quarter after accounting for the provision of bad debts of about RM0.4 million.

**3 Prospects**

The effects of the outbreak of Ebola earlier in the financial year in African continent and followed by the low crude oil prices in the second half of the year had reduced substantially the print orders received by the Company. This was reflected in the substantial drop in the revenue in the financial year under review compared with the preceding year.

Although the print orders had increased in the current quarter, the strong USD had the negative effect of inflating prices for the import of the customers and thus would reduce the print orders.

Going forward, the Company seeks to diversify and make inroads into new markets. Despite the difficult business operating environment, the Board is of the view that the Company will be able to perform satisfactorily in the next 12 months.

**4 Profit Forecast and Profit Guarantee**

The Group has not issued any profit forecast or profit guarantee in the current financial year.

**5 Taxation**

	<b>3 months Ended 30 June 2015 RM'000</b>	<b>12 months Ended 30 June 2015 RM'000</b>
Provision of Income tax	<u>239</u>	<u>224</u>

There was a write back of over provision of tax in the prior year of RM133,000 and also an overprovision of deferred tax of RM91,000.00



**BHS Industries Berhad ( Company no: 719660-W )**  
**Notes To The Interim Report**  
**For The Fourth Quarter Ended 30 June 2015**  
**(The figures have not been audited)**

**6 The following items have been deducted/(credited) in arriving at the Net Profit:**

	<b>3 months Ended 30 June 2015 RM'000</b>	<b>12 months Ended 30 June 2015 RM'000</b>
Allowance for doubtful debts	380	380
Depreciation and amortisation	441	1,482
Foreign exchange loss/(gains)	(326)	(2,424)
Gains arising from the disposal of land and shares in subsidiary	-	(2,916)
Unrealised gains on short term investments	(226)	(730)
Fair value gains on investment in quoted shares	173	(179)
Gains arising from the disposal of mutual funds	(663)	(663)

Interest as appeared on the Comprehensive Income Statement refers to bank interest only.

\*There are no allowance for debts, no gains or losses on derivative, exceptional items, provision for and write off of inventories, and impairment of assets.

**7 Group's Borrowings and Debt Securities**

The Company did not have any borrowing or debt securities in the quarter under review except the following:

	<b>RM '000</b>
Bank borrowing -12 months	623
Bank borrowing -more than 12 months	7,370
	<u>7,993</u>

The bank borrowing refers to a fixed term loan of RM8 million taken out to acquire the Company's factory.

**8 Material Litigation**

Neither the Company nor its subsidiaries are engaged in any litigation or arbitration, either as plaintiff or defendant, which have a material effect on the financial position of the Company or its subsidiaries and the Board is not aware of any proceedings pending or threatened or of any acts likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiaries.

**9 Dividends**

The Board of Directors did not propose any dividend for the quarter under review.

**10 Retained profits/(accumulated losses) of the Group**

	<b>RM' 000</b>
- Realised	27,626
-Unrealised	(1,169)
	<u>26,457</u>
Less Consolidated adjustment	(1,889)
	<u>24,568</u>

**BHS Industries Berhad ( Company no: 719660-W )**  
**Notes To The Interim Report**  
**For The Fourth Quarter Ended 30 June 2015**  
**(The figures have not been audited)**

**11 Earnings Per Share**

Basic earnings per share is calculated by dividing net profit/(loss) attributable to ordinary equity holders by the weighted average number of ordinary shares in issue (excluding treasury shares) during the period.

Weighted average number of shares for calculation of basic earnings per share:

	<b>3 months Ended 30 June 2015 RM'000</b>	<b>12 months Ended 30 June 2015 RM'000</b>
Profit/(Loss) attributable to shareholders	<u>(60)</u>	<u>2,787</u>
Weighted average number of shares in issue ('000) (Excluding treasury shares)	<u>318,511</u>	<u>158,479</u>
Basic earnings per share (sen)	<u>(0.02)</u>	<u>1.76</u>

**12 Corporate Proposals**

Corporate proposals for the year under review are as follows:

1. Bonus issue of up to 80,000,000 BHS shares on the basis of (1) bonus share for every one existing BHS share held on the entitlement date of 26 February 2015; and
2. Share split involving the subdivision of every one (1) existing BHS share into two (2) ordinary shares of RM0.25 each in BHS; the issuance of bonus shares is carried out concurrently with the share split so that bonus shares to be issued in the form of the subdivided shares;
3. The Company had on 15 December 2014 announced its intention to seek shareholders' approval for the Proposed share buy-back authority.

In the EGM convened on 29 January 2015, the shareholders approved the above proposals.

4. In the EGM convened on 14 August 2015, the shareholders approved the following:

- (i) Proposed diversification of the existing core business of Group;
- (ii) Proposed renounceable rights issue of up to 106,666,666 new ordinary shares of RM0.25 each in BHS on the basis of 1 rights share for every 3 existing shares held together with up to 213,333,332 free detachable warrants;
- (iii) Proposed establishment of an Employees' share option scheme(ESOS);
- (iv) Proposed allocation of ESOS options to directors of BHS; and
- (v) Proposed increase in the authorised share capital of BHS from 400,000,000 shares to 1,000,000,000 shares

**13 Authorisation for Issue**

The unaudited interim financial statements were authorised for issuance by the Board of Directors.