

**AUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE 4<sup>th</sup> QUARTER ENDED 31 DECEMBER 2013**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter <b>31.12.2013</b> <b>RM'000</b>	Preceding Year Corresponding Quarter <b>31.12.2012</b> <b>RM'000</b>	Current Year To date <b>31.12.2013</b> <b>RM'000</b>	Preceding Year Corresponding Period <b>31.12.2012</b> <b>RM'000</b>
Revenue	25,782	22,602	104,195	114,084
Cost of Sales	(25,231)	(22,839)	(92,515)	(102,671)
Gross profit/(loss)	551	(237)	11,680	11,413
Other operating income	841	1,257	2,887	4,000
General & administrative expenses	(5,744)	(3,042)	(17,414)	(14,668)
(Loss)/Profit from operations	(4,352)	(2,022)	(2,847)	745
Finance costs	(374)	(478)	(2,562)	(2,510)
Loss before tax	(4,726)	(2,500)	(5,409)	(1,765)
Tax income/(expense)	229	(372)	(130)	(429)
Net loss for the year	(4,497)	(2,872)	(5,539)	(2,194)
Other Comprehensive income, net of tax				
Exchange gain /(loss) on translation of net investment in foreign subsidiary companies	943	(730)	3,193	(1,085)
Total Comprehensive income for the year	(3,554)	(3,602)	(2,346)	(3,279)
Gross profit margin (%)	2.14	(1.05)	11.08	10.00
Profit after tax margin (%)	(17.44)	(12.71)	(5.26)	(1.92)
Weighted average number of shares ('000)	146,417	120,000	146,417	120,000
Earnings per ordinary share (sen)				
- Basic	(3.07)	(2.39)	(3.78)	(1.83)
- Diluted	(3.07)	(2.39)	(3.78)	(1.83)

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012 and the accompanying notes to the Interim Financial Statements.

**AUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS OF 31 DECEMBER 2013**

	<b>As at 31.12.2013 RM'000</b>	<b>As at 31.12.2012 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	89,549	95,301
Deferred tax assets	227	137
Investment in club memberships, at cost	61	61
Financial assets designated at fair value	320	312
<b>Total Non-Current Assets</b>	<b>90,157</b>	<b>95,811</b>
<b>CURRENT ASSETS</b>		
Inventories	27,111	28,570
Trade receivables	29,329	26,772
Other receivables and prepaid expenses	2,490	3,036
Tax recoverable	48	124
Cash and bank balances	13,658	6,449
<b>Total Current Assets</b>	<b>72,636</b>	<b>64,951</b>
<b>TOTAL ASSETS</b>	<b>162,793</b>	<b>160,762</b>
<b>EQUITY AND LIABILITIES</b>		
<b>CAPITAL AND RESERVES</b>		
Share capital	87,735	60,000
Reserves	3,975	23,470
<b>Shareholders' Equity</b>	<b>91,710</b>	<b>83,470</b>
<b>NON-CURRENT LIABILITIES</b>		
Term loans	23,378	27,665
Hire-purchase payables	5,851	4,127
Deferred tax liabilities	106	2
<b>Total Non-Current and Deferred Liabilities</b>	<b>29,335</b>	<b>31,794</b>
<b>CURRENT LIABILITIES</b>		
Trade payables	9,634	12,078
Other payables and accrued expenses	7,567	7,330
Term loans	4,879	5,002
Hire-purchase payables	3,040	3,419
Other bank borrowings	16,628	17,669
<b>Total Current Liabilities</b>	<b>41,748</b>	<b>45,498</b>
<b>Total Liabilities</b>	<b>71,083</b>	<b>77,292</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>162,793</b>	<b>160,762</b>
Net assets per ordinary share (RM)	0.522	0.696

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012 and the accompanying notes to the Interim Financial Statements.

**AUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE 4<sup>th</sup> QUARTER ENDED 31 DECEMBER 2013**

	Share Capital <b>RM'000</b>	Other Reserves <b>RM'000</b>	Retained Profits <b>RM'000</b>	Total <b>RM'000</b>
Balance as of 1 January 2013	60,000	(25,712)	49,182	83,470
Total Comprehensive Income for the period	-	3,193	(5,539)	(2,346)
Right Shares Issued	27,735	-	(16,641)	11,094
Share issue expenses	-	-	(508)	(508)
As at 31 December 2013	<u>87,735</u>	<u>(22,519)</u>	<u>26,494</u>	<u>91,710</u>

	Share Capital <b>RM'000</b>	Other Reserves <b>RM'000</b>	Retained Profits <b>RM'000</b>	Total <b>RM'000</b>
Balance as of 1 January 2012	60,000	(24,627)	51,376	86,749
Total Comprehensive Income for the year	-	(1,085)	(2,194)	(3,279)
As at 31 December 2012	<u>60,000</u>	<u>(25,712)</u>	<u>49,182</u>	<u>83,470</u>

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 2012 and the accompanying notes to the Interim Financial Statements.

**AUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE CUMULATIVE QUARTER ENDED 31 DECEMBER 2013**

	<b>Current Year To-date 31.12.2013 RM'000</b>	<b>Preceding Year Corresponding Period 31.12.2012 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before tax	(5,409)	(1,889)
Adjustments for:		
Inventories written down	392	-
Depreciation of property, plant and equipment	12,980	13,103
Interest expenses	2,559	2,517
Loss on disposal of property, plant and equipment	84	-
Impairment loss on property, plant and equipment	343	-
Property, plant and equipment written off	37	552
Interest income	(71)	(26)
Reversal of inventories written down	-	(453)
Reversal of impairment loss on loans and receivables	-	(8)
Unrealised loss/(gain) on foreign exchange	1,561	(508)
	<hr/>	<hr/>
Operating profit before working capital changes	12,476	13,288
Changes in working capital		
Net change in current assets	(222)	(923)
Net change in current liabilities	(3,398)	5,257
	<hr/>	<hr/>
Cash generated from operations	8,856	17,622
Tax paid	(387)	(343)
Tax Refund	361	1,232
	<hr/>	<hr/>
Net cash generated from operating activities	8,830	18,511
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of property, plant and equipment	138	-
Interest received	71	26
Purchase of other investment	(9)	(9)
Purchase of property, plant and equipment	(6,491)	(11,277)
	<hr/>	<hr/>
Net cash used in investing activities	(6,291)	(11,260)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of hire-purchase	(4,156)	(5,351)
Repayment of term loans	(5,258)	(4,874)
Net proceeds from shares issued pursuant to right issue	10,586	-
Term loan raised	-	7,785
Proceed from hire-purchase	3,040	-
Proceed from finance lease	2,410	-
Decrease in other bank borrowings	(562)	(1,840)
Interest paid	(2,559)	(2,517)
	<hr/>	<hr/>
Net cash generated from/(used in) financing activities	3,501	(6,797)

**AUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE CUMULATIVE QUARTER ENDED 31 DECEMBER 2013 (CONTINUED)**

	<b>Current Year To-date 31.12.2013 RM'000</b>	<b>Preceding Year Corresponding Period 31.12.2012 RM'000</b>
NET INCREASE IN CASH AND CASH EQUIVALENTS	6,040	454
Effects of foreign exchange rate changes	1,861	(734)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD/YEAR	2,255	2,535
CASH AND CASH EQUIVALENTS AT END OF PERIOD/YEAR	10,156	2,255
CASH AND CASH EQUIVALENTS COMPRISE:		
CASH AND BANK BALANCES	13,658	6,449
BANK OVERDRAFT	(3,502)	(4,194)
	10,156	2,255

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2012 and the accompanying notes to the Interim Financial Statements

**A. Explanatory Notes Pursuant to Malaysian Financial Reporting Standard (“MFRS”) No. 134**

**A1. BASIS OF PREPARATION**

The interim financial report is unaudited and has been prepared in accordance with the requirements of Chapter 9, Continuing Disclosure, Paragraph 9.22 of the Main Market Listing Requirements (“LR”) of Bursa Malaysia Securities Berhad (“Bursa Securities”) and in compliance with Malaysian Financial Reporting Standards (“MFRSs”) 134, Interim Financial Reporting issued by Malaysian Accounting Standards Board (MASB), and should be read in conjunction with the Group’s annual audited financial statements for the year ended 31 December 2012.

The significant accounting policies, methods of computation and basis of consolidation adopted by the Group for the preparation of the interim financial report are consistent with those adopted in the annual audited financial statements for the year ended 31 December 2012 except for the newly MFRS and IC Interpretations (“IC Int.”) to be applied by all Entities Other Than Private Entities for the financial period beginning on 1 January 2013:-

MFRS 3	Business Combination
MFRS 10	Consolidated Financial Statement
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interest in Other Entities
MFRS 13	Fair Value Measurement
MFRS 119	Employee Benefits (Revised)
MFRS 127	Consolidated and Separate Financial Statements
MFRS 128	Investment in Associates
Amendment to MFRS 1	First-time Adoption of MFRS – Government Loans
Amendments to MFRS 7	Financial Instruments : Disclosure – Offsetting Financial Assets and Financial Liabilities
Amendments to MFRS 10	Consolidated Financial Statements : Transition Guidance
Amendments to MFRS 11	Joint Arrangement : Transition Guidance
Amendments to MFRS 12	Disclosure of Interest in Other Entities : Transition Guidance
Amendments to MFRS 101	Presentation of Items of Other Comprehensive Income
IC Int. 20	Stripping Costs in the Production Phase of a Surface Mine
Annual Improvement to IC Interpretations and MFRSs 2009 -2011 Cycle	

The adoption of the above pronouncements did not have any impact to the Group,

The Group has not adopted the following MFRSs, Amendments to MFRSs and IC Interpretations, which were issued but not yet effective:-

Effective date : 1 January 2014

Amendments to MFRS 10	Consolidated Financial Statements : Investment Entities
Amendments to MFRS 12	Disclosure of Interest in Other Entities : Investment Entities
Amendments to MFRS 127	Consolidated and Separate Financial Statements : Investment Entities
Amendments to MFRS 132	Financial Instruments : Presentation – Offsetting Financial Assets and Financial Liabilities

Effective date : 1 January 2015

MFRS 9	Financial Instruments
Amendments to MFRS 9	Mandatory Effective Date of MFRS 9 and Transition Disclosures

**A1. BASIS OF PREPARATION (Continued)**

Effective date : 1 January 2013

MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interest on Other Entities
MFRS 13	Fair Value Measurement
MFRS 119	Employee Benefits
MFRS 127	Separate Financial Statements
MFRS 128	Investments in Associates and Joint Ventures
Amendments to MFRS 1	Government Loans
Amendments to MFRS 7	Disclosure - Offsetting Financial Assets and Financial Liabilities
IC Int. 20	Stripping Costs in the Production Phase of a Surface Mine

Effective date : 1 January 2014

Amendments to MFRS 132 Offsetting Financial Assets and Financial Liabilities

Effective date : 1 January 2015

MFRS 9 Financial Instruments

**A2. CHANGES IN ACCOUNTING POLICIES**

There are no material changes in Statement in Financial Position, Statement of Comprehensive Income and Statement of Cash Flows presented under MFRS framework and the Statement of Comprehensive Income and Statement of Cash Flows presented under FRS framework.

**A3. QUALIFICATION OF ANNUAL FINANCIAL STATEMENTS**

There were no audit qualifications on the financial statements of the Company and its subsidiaries for the year ended 31 December 2012.

**A4. SEASONAL AND CYCLICAL FACTORS**

The Group's business operations were not materially affected by any major seasonal or cyclical factors.

**A5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter under review and financial year-to-date.

**A6. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES**

There were no changes in estimates that have a material effect in the current quarter under review and financial year-to-date result.

**A7. ISSUANCES AND REPAYMENT OF DEBT AND EQUITY SECURITIES**

On 16 July 2013, the Company issued 55,470,370 new ordinary shares of RM0.50 each pursuant to the renounceable Two-Call Rights Issue of the Company at an issue price of RM0.50 per ordinary share, of which the first call of RM0.20 per rights share is payable in cash and the second call of RM0.30 per rights share is to be capitalized from Dufu's retained earnings upon allotment ("Two-Call Rights Issue"). The said shares were granted listing and quotation on the Main Market of Bursa Securities on 19 July 2013. The total cash proceeds of RM11,094,074 raised from the rights issue will be utilised mainly for working capital, capital expenditure and to defray estimated expenses relating to the rights Issue exercises. The new ordinary shares rank pari passu in all respects with the existing ordinary shares of the Company.

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities for the current quarter under review.

**A8. DIVIDEND PAID**

No dividend was paid during the current quarter ended 31 December 2013.

**A9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

There was no valuation of property, plant and equipment in the current quarter under review and financial year-to-date.

**A10. CHANGES IN COMPOSITION OF THE GROUP**

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



**DUFU TECHNOLOGY CORP. BERHAD (COMPANY NO.: 581612 A)**  
(Incorporated in Malaysia)

**A11. SEGMENTAL INFORMATION**

The segmental information of the group are presented by geographical and by products segments.

A) The geographical segments are based on the location of the assets and these are:

- (i) Malaysia
- (ii) Singapore
- (iii) Hong Kong and China

	<b>Malaysia RM'000</b>	<b>Singapore RM'000</b>	<b>Hong Kong and China RM'000</b>	<b>Eliminations RM'000</b>	<b>Total RM'000</b>
<b>Year to Date – 31 December 2013</b>					
Segment revenue					
Sales to external customers	27,765	70,348	6,082	-	104,195
Inter-segment sales	52,210	3,568	15,616	(71,394)	-
<b>Total</b>	<b>79,975</b>	<b>73,916</b>	<b>21,698</b>	<b>(71,394)</b>	<b>104,195</b>
Segment revenue – current quarter	21,373	16,759	6,633	(18,983)	25,782
<b>As at 31 December 2013</b>					
Total assets	216,925	21,715	44,428	(120,275)	162,793
Total liabilities	103,339	17,108	8,642	(58,006)	71,083
<b>Year to Date – 31 December 2012</b>					
Segment revenue					
Sales to external customers	20,906	88,920	4,258	-	114,084
Inter-segment sales	72,711	4,346	25,332	(102,389)	-
<b>Total</b>	<b>93,617</b>	<b>93,266</b>	<b>29,590</b>	<b>(102,389)</b>	<b>114,084</b>
Segment revenue – current quarter	19,376	19,910	4,965	(21,649)	22,602
<b>As at 31 December 2012</b>					
Total assets	200,165	25,825	42,209	(107,437)	160,762
Total liabilities	91,613	22,184	8,255	(44,760)	77,292

**A11. SEGMENTAL INFORMATION (CONTINUED)**

B) The products segments based on HDD and Non-HDD products are as follows :

	Current Year Quarter 31.12.2013		Preceding Year Corresponding Quarter 31.12.2012	
	RM'000	#Percentage	RM'000	Percentage
HDD	18,071	70%	15,878	70%
*Non-HDD	7,711	30%	6,724	30%
Total revenue	<u>25,782</u>	<u>100%</u>	<u>22,602</u>	<u>100%</u>

\* included in the Non-HDD products are Sensor and Control, Medical Devices and Others.

# the HDD segment in the current quarter has underperformed, thus resulting in the relatively higher Non-HDD percentage ratio. Kindly refer to B3 for commentary on prospect for further information.

C) Based on Geographical segment of Group, segment revenue based on the geographical location of customers.

	Current Quarter 31.12.2013	Current Year To Date 31.12.2013
<b>Revenue</b>		
Malaysia	8,379	30,363
Outside Malaysia	17,403	73,832
Total	<u>25,782</u>	<u>104,195</u>

**A12. CONTINGENT LIABILITIES**

As at 31 December 2013, the Group has no material contingent liabilities save for a corporate guarantee of RM126 million issued by the Company in respect of banking facilities granted to the subsidiary companies.

**A13. CAPITAL COMMITMENT**

The group capital commitment as follow:

	As at 31.12.2013 RM'000	As at 31.12.2012 RM'000
Contracted but not provided for Purchase of property, plant and equipment	<u>1,540</u>	<u>-</u>

**A14. SUBSEQUENT EVENTS**

There were no material events subsequent to the end of the current quarter under review.

**B. Explanatory Notes Pursuant to Appendix 9B, Part A of the Bursa Securities Main Market Listing Requirements**

**B1. PERFORMANCE REVIEW**

**Current Quarter – 31 December 2013**

	<b>Malaysia RM'000</b>	<b>Singapore RM'000</b>	<b>Hong Kong and China RM'000</b>	<b>Eliminations RM'000</b>	<b>Total RM'000</b>
Revenue	21,373	16,759	6,633	(18,983)	25,782
EBDITA *	(656)	114	(672)	(611)	(1,825)
Depreciation	(2,430)	(30)	(67)	-	(2,527)
(Loss)/Profit from operation	(3,086)	84	(739)	(611)	(4,352)
Finance costs	(476)	13	89	-	(374)
(L)/PBT **	(3,562)	97	(650)	(611)	(4,726)

**Preceding Year Quarter – 31 December 2012**

	<b>Malaysia RM'000</b>	<b>Singapore RM'000</b>	<b>Hong Kong and China RM'000</b>	<b>Eliminations RM'000</b>	<b>Total RM'000</b>
Revenue	19,376	19,910	4,965	(21,649)	22,602
EBDITA *	1,652	67	75	(357)	1,437
Depreciation	(2,617)	(16)	(505)	(321)	(3,459)
(Loss)/Profit from operation	(965)	51	(430)	(678)	(2,022)
Finance costs	(449)	-	(29)	-	(478)
(L)/PBT **	(1,414)	51	(459)	(678)	(2,500)

\* EBDITA - Earning Before Depreciation, Interest expenses, Tax and Amortisation

\*\* (L)/PBT – (Loss)/Profit Before Tax

The Group recorded loss before taxation (“LBT”) of RM4.73 million in the quarter under review (“Q4 2013”) as compared to LBT of RM2.50 million in the preceding year corresponding quarter (“Q4 2012”).

The following are the reasons contributing to decrease in result for Q4 2013 vs Q4 2012 :

1. Unrealised loss on foreign exchange amount to RM1.56 million,
2. Inventories written down of RM0.39 million,
3. Written off and impairment of property, plant and equipment of RM0.38 mil ;
4. Impact of minimal wages imposed by Malaysia Government.

**B2. COMPARISON WITH PRECEDING QUARTER’S RESULTS**

The Group recorded revenue of RM25.78 million in the current quarter (“Q4 2013”) as compared to RM25.03 million in the previous quarter (“Q3 2013”), an increase of RM0.75 million or 3%. The Group also recorded a loss before taxation (“LBT”) of RM4.73 million for the quarter under review, as compared to previous quarter LBT of RM1.98 million.

We wish to highlight that the gross profit margin for Q4 2013 has further declined to 2.1% from 6.2% in Q3 2013 due to the continuation of the Group’s diversification exercise of which the Group incurred additional R&D expenditures for various range of Non-HDD products charged out as cost of sales under current quarter amounting to RM3.35 million.

**B3. COMMENTARY ON PROSPECTS**

The HDD sector would continue to be flat in the coming quarters. However, for current year under review, the Group achieved an improved product mix ratio (HDD : Non-HDD) of 65% : 35% as compared to 71% : 29% achieved in financial year 2012. The Group anticipates continue growth from Non-HDD sector such as Sensor and Control and Medical Devices which will contribute positively to the Group’s result at large.

**B4. VARIANCES FROM PROFIT FORECAST AND PROFIT GUARANTEE**

No profit forecast and profit guarantee was issued or announced for the year ending 2013.

**B5. TAXATION**

	<b>Current Quarter 31.12.2013 RM’000</b>	<b>Current Year To date 31.12.2013 RM’000</b>
Corporate tax income/(expense)		
Malaysia	(65)	(136)
Foreign	167	33
	<u>102</u>	<u>(103)</u>
Deferred tax income/(expense)		
Malaysia	127	(27)
	<u>229</u>	<u>(130)</u>

**B6. CORPORATE PROPOSAL**

There is no corporate proposal announced as at the date of this announcement.

Gross proceeds of approximately RM11,094,074 was raised from the rights issue exercise. The proceeds are used by the Group in the following manner:

	<b>Purpose</b>	<b>Proposed Utilisation RM'000</b>	<b>Actual Utilisation RM'000</b>	<b>Balance RM'000</b>	<b>Timeframe for use</b>
i	Purchase of plant and equipment	3,000	-	3,000	Within 2 years
ii	Working capital	7,586	3,000	4,586	Within 2 years
iii	Estimated share issue expenses	508	508	-	Within 6 months
	<b>Total</b>	<b>11,094</b>	<b>3,508</b>	<b>7,586</b>	

**B7. BORROWINGS**

The Group's borrowings as at the end of the reporting quarter are as follows:

	<b>Short-term (Secured) RM'000</b>	<b>Long-term (Secured) RM'000</b>
Hire purchase	3,040	5,851
Term Loans	4,879	23,378
Bankers' facilities	13,126	-
Bank overdraft	3,502	-
<b>Total</b>	<b>24,547</b>	<b>29,229</b>

The Group borrowings are dominated in the following currencies:

	<b>RM'000</b>
Ringgit Malaysia	35,770
US Dollar	12,774
Hong Kong Dollar	5,232
<b>Total borrowings</b>	<b>53,776</b>

**B8. MATERIAL LITIGATION**

As at the date of this announcement, there is no material litigation against the Group or vice-versa.

**B9. DIVIDEND**

No dividend has been declared for the current quarter ended 31 December 2013.

**B10. EARNINGS PER SHARE**

Basic

The basic earning per share is calculated by dividing the net profit by the weighted average number of ordinary shares in issue:

	Individual Quarter		Cumulative Quarter	
	Current Quarter 31.12.2013	Preceding Corresponding Quarter 31.12.2012	Current Year To Date 31.12.2013	Preceding Corresponding year 31.12.2012
Net (loss)/profit attributable to ordinary shareholders (RM '000)	(4,497)	(2,872)	(5,539)	(2,194)
Weighted average number of ordinary shares of RM0.50 each in issue ('000)	146,417	120,000	146,417	120,000
Basic earning per share (sen)	(3.07)	(2.39)	(3.78)	(1.83)

Diluted

The Group does not have any convertible shares or financial instruments for the current financial quarter and financial year to-date.

**B11. LOSS BEFORE TAX**

The following items have been included in arriving at loss before tax:

	Current Year Quarter 31.12.2013 RM'000	Preceding Year Corresponding Quarter 31.12.2012 RM'000	Current Year To date 31.12.2013 RM'000	Preceding Year Corresponding year 31.12.2012 RM'000
	Individual Quarter		Cumulative Quarter	
<b>After charging:-</b>				
Interest expense	374	478	2,562	2,517
Depreciation	2,528	3,459	12,980	13,103
Inventories written down	392	552	392	552
Property, plant and equipment written off	36	-	36	-
Impairment loss on property, plant and equipment	343	-	343	-
Loss on disposal of property, Plant and equipment	84	-	84	-
Loss on foreign exchange				
- realised	-	-	-	-
- unrealised	1,561	-	1,561	-

**B11. LOSS BEFORE TAX (Continued)**

The following items have been included in arriving at loss before tax:

	Current Year Quarter <b>Individual Quarter</b> <b>31.12.2013</b> <b>RM'000</b>	Preceding Year Corresponding Quarter <b>31.12.2012</b> <b>RM'000</b>	Current Year To date <b>Cumulative Quarter</b> <b>31.12.2013</b> <b>RM'000</b>	Preceding Year Corresponding year <b>31.12.2012</b> <b>RM'000</b>
<b>After crediting:-</b>				
Reversal of inventories written down	-	453	-	453
Reversal of impairment loss on loans and receivables	-	8	-	8
Gain on foreign exchange - realised	-	1,331	132	1,261
- unrealised	-	590	-	503
Interest income	42	5	71	26

Save as disclosed above, the other items as required under appendix 9B, Part A(16) of the Bursa Securities Main Market Listing Requirements are not applicable.

**B12. REALISED OR UNREALISED EARNINGS OR LOSSES DISCLOSURE**

The retained earnings as at 31 December 2013 and 31 December 2012 respectively are analysed as follows:

	<b>31.12.2013</b> <b>RM'000</b>	<b>31.12.2012</b> <b>RM'000</b>
Total retained earnings of the Company and its subsidiaries		
- Realised	30,851	52,077
- Unrealised	1,470	2,971
	<hr/> 32,321	<hr/> 55,048
Less: Consolidation adjustments	(5,827)	(5,866)
	<hr/> <hr/> 26,494	<hr/> <hr/> 49,182