

# PLASTRADE TECHNOLOGY BERHAD

(Company No : 591077-X)

(Incorporated in Malaysia)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 MARCH 2016

	Note	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
		CURRENT YEAR QUARTER 31/03/2016 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/03/2015 RM'000	CURRENT YEAR TO DATE 31/03/2016 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/03/2015 RM'000
Revenue		15,962	14,804	15,962	14,804
Cost of Sales		(14,367)	(13,382)	(14,367)	(13,382)
<b>Gross Profit</b>		<u>1,595</u>	<u>1,422</u>	<u>1,595</u>	<u>1,422</u>
Other Income		104	99	104	99
Administrative Expenses		(601)	(514)	(601)	(514)
Selling and Distribution Expenses		(200)	(224)	(200)	(224)
Finance Costs		(190)	(120)	(190)	(120)
Share of Loss of Associate		(43)	(89)	(43)	(89)
<b>Profit before Tax</b>	19	<u>665</u>	<u>574</u>	<u>665</u>	<u>574</u>
Tax Expense	20	(248)	(231)	(248)	(231)
<b>Profit after Tax</b>		<u><u>417</u></u>	<u><u>343</u></u>	<u><u>417</u></u>	<u><u>343</u></u>
<b>Other Comprehensive (Expense) /Income for the period, net of tax</b>					
Share of associate's other comprehensive (Expense)/Income		(544)	389	(544)	389
<b>Total Comprehensive (Expense) /Income for the period</b>		<u><u>(127)</u></u>	<u><u>732</u></u>	<u><u>(127)</u></u>	<u><u>732</u></u>
<b>Profit After Tax Attributable to:</b>					
Equity Holders of The Company		417	343	417	343
Non-controlling interests		-	-	-	-
		<u>417</u>	<u>343</u>	<u>417</u>	<u>343</u>
<b>Total Comprehensive (Expense) /Income attributable to:</b>					
Equity Holders of The Company		(127)	732	(127)	732
Non-controlling interests		-	-	-	-
		<u>(127)</u>	<u>732</u>	<u>(127)</u>	<u>732</u>
Earnings per share attributable to equity holders of the Company (sen):					
Basic and Diluted	26	<u>0.28</u>	<u>0.23</u>	<u>0.28</u>	<u>0.23</u>

The Unaudited Condensed Consolidated Statement of Profit Or Loss And Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2015 and the accompanying explanatory notes attached to the Quarterly Report.

**PLASTRADE TECHNOLOGY BERHAD**

(Company No : 591077-X)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2016**

	<b>(UNAUDITED)</b>	<b>(AUDITED)</b>
	<b>AS AT</b>	<b>AS AT</b>
	<b>31/03/2016</b>	<b>31/12/2015</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	10,879	11,187
Goodwill on consolidation	1,792	1,792
Investment in an associate	7,559	8,146
	<u>20,230</u>	<u>21,125</u>
<b>Current Assets</b>		
Inventories	10,541	10,468
Trade receivables	8,184	7,494
Other receivables, deposit and prepayments	473	331
Amount owing by related parties	1,221	1,673
Fixed deposits with licensed banks	10,180	10,986
Cash and cash equivalents	1,977	2,922
	<u>32,576</u>	<u>33,874</u>
<b>TOTAL ASSETS</b>	<b><u>52,806</u></b>	<b><u>54,999</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity Attributable to Equity Holders of the Company</b>		
Share capital	15,040	15,040
Reserves	18,645	18,772
<b>Total equity</b>	<u>33,685</u>	<u>33,812</u>
<b>Non-Current Liabilities</b>		
Deferred taxation	545	535
	<u>545</u>	<u>535</u>
<b>Current Liabilities</b>		
Trade payables	4,251	4,852
Other payables and accruals	891	1,352
Amount owing to related parties	48	-
Short term borrowings	12,940	14,147
Bank overdrafts	234	229
Current tax liabilities	212	72
	<u>18,576</u>	<u>20,652</u>
<b>Total Liabilities</b>	<u>19,121</u>	<u>21,187</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>52,806</u></b>	<b><u>54,999</u></b>
Net assets per share (sen) attributable to equity holders of the Company	<u>22.40</u>	<u>22.48</u>

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2015 and the accompanying explanatory notes attached to the Quarterly Report.

**PLASTRADE TECHNOLOGY BERHAD**

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 31 MARCH 2016**

	Attributable to Equity Holders of the Company				TOTAL RM'000
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	Non-Distributable FOREIGN TRANSLATION RESERVE RM'000	Distributable RETAINED PROFITS RM'000	
Balance at 01.01.2016	15,040	6,082	1,786	10,904	33,812
Total comprehensive income for the year	-	-	(544)	417	(127)
Balance at 31.03.2016	<u>15,040</u>	<u>6,082</u>	<u>1,242</u>	<u>11,321</u>	<u>33,685</u>

	Attributable to Equity Holders of the Company				TOTAL RM'000
	SHARE CAPITAL RM'000	SHARE PREMIUM RM'000	Non-Distributable FOREIGN TRANSLATION RESERVE RM'000	Distributable RETAINED PROFITS RM'000	
Balance at 01.01.2015	15,040	6,082	711	9,358	31,191
Total comprehensive income for the year	-	-	389	343	732
Balance at 31.03.2015	<u>15,040</u>	<u>6,082</u>	<u>1,100</u>	<u>9,701</u>	<u>31,923</u>

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2015 and the accompanying explanatory notes attached to the Quarterly Report.

**PLASTRADE TECHNOLOGY BERHAD**

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE QUARTER ENDED 31 MARCH 2016**

	Note	CURRENT YEAR TO DATE 31/03/2016 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/03/2015 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit/(Loss) before taxation		665	574
Adjustment for:-			
Depreciation of property, plant and equipment		331	355
Equipment written off		-	4
Interest expense		170	110
Interest income		(63)	(6)
Share of results of an associates		43	89
Operating profit before working capital changes		1,146	1,126
(Increase)/Decrease in inventories		(74)	1,195
(Increase)/Decrease in trade and other receivables		(774)	(954)
Decrease/(Increase) in amount owing by related parties		452	(1,100)
(Decrease)/Increase in trade and other payables		(1,015)	2,867
CASH FROM OPERATIONS		(265)	3,134
Interest paid		(170)	(110)
Tax paid		(155)	(157)
<b>NET CASH (FOR)/FROM OPERATING ACTIVITIES</b>		(590)	2,867
<b>CASH FLOWS FROM/(FOR) INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(22)	(25)
Interest received		63	6
<b>NET CASH FROM/(FOR) INVESTING ACTIVITIES</b>		41	(19)
<b>CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES</b>			
Net (repayment)/drawdown of bankers' acceptances		(1,207)	470
<b>NET CASH (FOR)/FROM FINANCING ACTIVITIES</b>		(1,207)	470
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>		(1,756)	3,318
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>			
		13,679	5,163
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>			
	21	11,923	8,481

The Unaudited Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31 December 2015 and the accompanying explanatory notes attached to the Quarterly Report.

# PLASTRADE TECHNOLOGY BERHAD

Company No. 591077-X  
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## UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2016

Notes to the Interim Financial Statements

### 1. Basis of Preparation

The interim financial statements have been prepared under the historical cost convention.

The interim financial statements are unaudited and had been prepared in accordance with the MFRS 134 – Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and the requirements of the Appendix 9B of the Listing Requirements for the ACE Market.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2015.

### 2. Changes in Accounting Policies

The Group’s financial statements is prepared in accordance with the Malaysian Financial Reporting Standards (“MFRSs”) issued by the MASB that will also comply with International Financial Reporting Standards (“IFRS”). The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 December 2015, except for the adoption of the following MFRSs, Amendments to MFRSs and IC interpretation during the current financial period:-

MFRS 14 Regulatory Deferral Accounts

Amendments to MFRS 11 : Accounting for Acquisitions of Interests in Joint Operations

Amendments to MFRS 101 : Presentation of Financial Statements Disclosure Initiative

Amendments to MFRS 127 : Equity Method in Separate Financial Statements

Amendments to MFRS 10, MFRS 12 and MFRS 128 : Investment entities Applying the Consolidation Exception

Amendments to MFRS 116 and MFRS 138 : Clarification of Acceptable Methods of Depreciation and Amortisation

Amendments to MFRS 116 and MFRS 141 : Agriculture: Bearer Plants

Annual Improvements to MFRSs 2012 - 2014 Cycle

The adoption of the MFRSs, IC interpretation and Amendments did not have any material financial impact to the Group.

The Group have not early adopted the following MFRSs and Amendments to MFRS, which have been issued and will be effective for the financial periods as stated below:-

	<i>Effective date for financial periods beginning on or after</i>
Amendments to MFRS 10 and MFRS 128 (2011) : Sale or Contribution Of Assets between an Investor and its Associate or Joint Venture	Deferred until further notice
MFRS 9 Financial Instruments (2014)	1 January 2018
MFRS 15 Revenue from Contracts with Customers and Amendments to MFRS 15 : Effective Date of MFRS 15	1 January 2018

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**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2016**

Amendments to MFRS 107: Disclosure Initiative	1 January 2017
Amendments to MFRS 112: Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017

The possible change of the accounting policies is expected to have no material impact on the financial statements of the Group upon their initial application.

**3. Audit Report of Preceding Annual Financial Statements**

The auditors' report of the preceding annual financial statements was not subject to any qualification.

**4. Seasonal or Cyclical Factors**

There were no seasonal or cyclical factors affecting the results of the Group for the current financial quarter under review.

**5. Unusual Items**

There were no other items which were unusual because of their nature, size, or incidence that has affected the assets, liabilities, equity, net income or cashflow of the Group for the financial quarter under review.

**6. Material Changes in Estimates**

There were no changes in estimates of amounts reported in prior interim periods that have a material effect on the current financial quarter.

**7. Issuances and Repayment of Debt and Securities**

There were no issuance and repayment of debt and equity securities for the current financial quarter under review.

**8. Dividend Paid**

The Board of Directors do not recommend any dividend payment in respect of the financial period ended 31 March 2016.

**PLASTRADE TECHNOLOGY BERHAD**

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**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2016****9. Segmental Information**

Segmental reporting of the Group's result for the financial year-to-date is as follows:

	<b>Investment Holding</b>	<b>Resin compound for wire and cable</b>	<b>Resin compound for other industries</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Segment Revenue</b> - External	-	12,677	3,285	15,962
<b>Segment Result</b>	(24)	956	(34)	898
Finance Cost	-	(127)	(63)	(190)
Share of profit/(loss) of associate				(43)
<b>Profit before Tax</b>				<b>665</b>
Taxation				(248)
<b>Net Profit after Tax</b>				<b>417</b>
Segment assets	7,896	27,738	17,172	<b>52,806</b>
Segment liabilities	125	12,946	6,050	<b>19,121</b>

Geographical reporting of the Group's revenue and assets for the financial year-to-date is as follows:

	<b>SEGMENT REVENUE</b>	<b>SEGMENT ASSETS</b>
	<b>RM'000</b>	<b>RM'000</b>
Malaysia	12,692	52,806
Other ASEAN countries	1,772	-
Other Asian countries	493	-
Europe	958	-
Others	47	-
<b>Total</b>	<b>15,962</b>	<b>52,806</b>

**10. Material Events subsequent to the End of the Current Quarter**

There were no other events materially affecting the results of the Group for the current financial quarter and financial year-to-date, which might have occurred between 31 March 2016 and the date of this announcement.

**11. Changes in the Composition of the Group**

There were no changes in the composition of the Group for the current financial quarter and financial year-to-date.

**12. Changes in Contingent Liabilities and Contingent Assets**

There were no changes in the material contingent liabilities or assets of the Group as at the date of this announcement.

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**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2016**

**13. Capital Commitments**

There were no material capital commitments as at the date of this announcement.

**14. Significant Related Party Transactions**

The related party transactions are taken under normal course of business and on terms that are not more favourable than those available to other third parties.

<b><i>Companies in which certain directors have Interest:-</i></b>	<b>Current Quarter RM'000</b>	<b>Financial Year-to-date RM'000</b>
Sales of goods	143	143
Purchase of goods	319	319
<b><i>Associate Company:-</i></b>		
Sales of goods	442	442

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**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2016**

Additional information required by the Listing Requirements for the ACE Market of the Bursa Malaysia Securities Berhad

**15. Review of Performance for the Individual Quarter and Year-to-date**

PTB Group recorded a revenue of RM15.962 million for the current quarter ended 31 March 2016 (1Q2016), representing an increase of approximately 7.8% as compared to the preceding year corresponding quarter ended 31 March 2015 (1Q2015) of RM14.804 million. The Group recorded a profit after taxation of RM0.417 million for 1Q2016 as compared to a profit after taxation of RM0.343 million for 1Q2015. The increase in profit was mainly due to higher demand of the resin compound for wire and cable and lower share of losses from Associate Company for the financial period under review.

Segment:	Revenue			
	Individual Quarter		Financial Year-to-Date	
	31/03/2016	31/03/2015	31/03/2016	31/03/2015
	RM'000	RM'000	RM'000	RM'000
Resin compound for wire and cable	12,677	8,629	12,677	8,629
Resin compound for other industries	3,285	6,175	3,285	6,175
<b>Total</b>	<b>15,962</b>	<b>14,804</b>	<b>15,962</b>	<b>14,804</b>

Segment:	Profit/(Loss) after Taxation			
	Individual Quarter		Financial-Year-to-Date	
	31/03/2016	31/03/2015	31/03/2016	31/03/2015
	RM'000	RM'000	RM'000	RM'000
Resin compound for wire and cable	584	308	584	308
Resin compound for other industries	(97)	143	(97)	143
Investment Holding	(27)	(19)	(27)	(19)
Associate company	(43)	(89)	(43)	(89)
<b>Total</b>	<b>417</b>	<b>343</b>	<b>417</b>	<b>343</b>

Resin compound for wire and cable:

Revenue increased by 46.9% to RM12.677 million in 1Q2016 compared to 1Q2015. This segment recorded a profit after taxation of RM0.584 million for 1Q2016 compared with a profit after taxation of RM0.308 million for 1Q2015. The increase in profit was due to higher demand of the products for the financial quarter under review.

Resin compound for other industries:

Revenue decreased by 46.8% to RM3.285 million in 1Q2016 compared to 1Q2015. This segment recorded a loss after taxation of RM0.097 million for 1Q2016 compared with a profit after taxation of RM0.143 million for 1Q2015. The decrease in profit was mainly due to lower demand of the products for the financial quarter under review.

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**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2016****16. Comparison with previous quarter's results**

For 1Q2016, the Group recorded a revenue of RM15.962 million, representing an increase of approximately 0.3% as compared to the previous quarter ended 31 December 2015 (4Q2015) of RM15.908 million. The Group recorded a profit after taxation of RM0.417 million in 1Q2016 compared to 4Q2015 of profit after taxation of RM0.067 million. The increase in profit was due to lower cost of sales for the financial quarter under review.

**17. Prospect**

The Board of Directors of PTB is of the view that the Group's financial performance for the financial year ending 2016 remains challenging due to the volatile global economy. The Group will still continue to adopt costs saving measures and market the products to new territories to ensure that the business of the Group remains viable.

**18. Variance of Profit Forecast**

Not applicable as no profit forecast has been issued.

**19. Profit/(Loss) Before Tax**

Profit/(Loss) before tax is arrived at after (crediting)/charging:

	<b>Individual Quarter</b>		<b>Financial Year-to-Date</b>	
	<b>31/03/2016</b>	<b>31/03/2015</b>	<b>31/03/2016</b>	<b>31/03/2015</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Interest income	(63)	(6)	(63)	(6)
Foreign exchange gain	(1)	(64)	(1)	(64)
Depreciation of property, plant and equipment	331	355	331	355
Interest expenses	170	110	170	110
Staff costs	1,206	1,004	1,206	1,004

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**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2016****20. Taxation**

The taxation charge for the quarter under review includes the following:

	<b>Individual Quarter</b>		<b>Financial Year-to-Date</b>	
	<b>31/03/2016</b>	<b>31/03/2015</b>	<b>31/03/2016</b>	<b>31/03/2015</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Estimated current tax payable	(238)	(159)	(238)	(159)
Overprovision in prior year	-	-	-	-
Deferred tax	(10)	(72)	(10)	(72)
	<u>(248)</u>	<u>(231)</u>	<u>(248)</u>	<u>(231)</u>

The Group's effective tax rate is higher than statutory tax rate of 25% mainly due to certain expenses which were not deductible for tax purposes.

**21. Cash and Cash Equivalents**

Cash and cash equivalents included in the cash flow statements comprise of the following:

	<b>31/03/2016</b>
	<b>RM'000</b>
Fixed deposits with licensed banks	10,180
Cash and bank balances	1,977
Bank overdrafts	(234)
	<u>11,923</u>

Included in fixed deposits are RM2.297 million (2015: RM2.227 million) which have been pledged to banks for banking facilities made available to the Group.

**22. Status of Corporate Proposals**

There were no corporate proposals announced but not completed as at the date of this announcement.

**23. Group Borrowings and Debt Securities**

The Group's borrowings as at 31 March 2016 are shown below: -

	<b>Secured</b>	<b>Unsecured</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Short Term Borrowings</b>			
Bankers' acceptance	12,940	-	12,940
	<u>12,940</u>	<u>-</u>	<u>12,940</u>
<b>Long Term Borrowings</b>	-	-	-
<b>Total</b>	<u>12,940</u>	<u>-</u>	<u>12,940</u>

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**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2016****24. Realised and Unrealised Profits or Losses of the Group**

	As At 31/03/2016 RM'000	As At 31/12/2015 RM'000
Total retained profits:		
- realised	14,262	13,248
- unrealised	(545)	(535)
	13,717	12,713
Total share of retained profits of associate:		
- realised	2,102	2,145
- unrealised	1,242	1,786
Less: Consolidation adjustments	(5,740)	(5,740)
<b>Total Retained Profits</b>	<b>11,321</b>	<b>10,904</b>

**25. Material Litigation**

The Group is not engaged in any material litigation either as plaintiff or defendant and the directors do not have any knowledge of any proceedings pending or threatened against the Group as at 13 May 2016 being a date not earlier than 7 days from the date of this quarterly report.

**26. Earnings Per Share**

- **Basic earnings per share**

The basic earnings per share of the Group is calculated by dividing the profit after taxation of RM0.417 million by the weighted average number of ordinary shares in issue for the current financial year-to-date ended 31 March 2016.

	Current Year To Date 31/03/2016 RM'000	Preceding Year Corresponding Period 31/03/2015 RM'000
Net Profit attributable to equity holders of the Company	417	343
Weighted average number of ordinary shares ('000)	150,400	150,400
Basic earnings per share (sen)	0.28	0.23

Diluted earnings per share is equal to the basic earnings per share as there were no potential ordinary shares outstanding in both the previous and current period under review.

**PLASTRADE TECHNOLOGY BERHAD**

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**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH  
2016**

**By Order of the Board**

Pua Kong Hoi

Managing Director