

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2015****Unaudited Condensed Consolidated Statement of Comprehensive Income**

		3 months ended 31 December 2015	3 months ended 31 December 2014	12 months ended 31 December 2015	12 months ended 31 December 2014
	Note	(RM'000)	(RM'000)	(RM'000)	(RM'000)
<b>Continuing Operations</b>					
Revenue	4	14,891	17,217	65,872	64,574
Cost of sales		(12,642)	(12,889)	(52,722)	(51,806)
<b>Gross profit</b>		<b>2,249</b>	<b>4,328</b>	<b>13,150</b>	<b>12,768</b>
Other income		298	695	267	1,301
Administrative expenses		(2,358)	(7,646)	(5,803)	(10,759)
Selling and marketing expenses		(1,139)	(1,211)	(5,678)	(4,578)
<b>Operating (loss)/profit</b>		<b>(950)</b>	<b>(3,834)</b>	<b>1,936</b>	<b>(1,268)</b>
Finance costs		(331)	(329)	(1,321)	(1,254)
Share of loss of an associate	11	(94)	(104)	(381)	(411)
<b>(Loss)/profit before tax</b>		<b>(1,375)</b>	<b>(4,267)</b>	<b>234</b>	<b>(2,933)</b>
Income tax expense	21	6	(6)	6	(6)
<b>(Loss)/profit for the period attributable to owners of the Company</b>		<b>(1,369)</b>	<b>(4,273)</b>	<b>240</b>	<b>(2,939)</b>
<b>Other comprehensive income, net of tax</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive (loss)/profit for the period attributable to owners of the Company</b>		<b>(1,369)</b>	<b>(4,273)</b>	<b>240</b>	<b>(2,939)</b>
<b>(Loss)/profit per share attributable to equity holders of the Company:</b>					
Basic, for (loss)/profit for the period (sen)	26	(1.86)	(5.81)	0.33	(3.99)
Diluted, for (loss)/profit for the period (sen)- Not Applicable					

These Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2015****Unaudited Condensed Consolidated Statements of Financial Position**

	Note	As At 31 December 2015 (Unaudited) (RM'000)	As At 31 December 2014 (Audited) (RM'000)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	9	40,292	43,758
Investment properties		2,061	1,886
Investment in an associate	11	1,756	2,137
		<b>44,109</b>	<b>47,781</b>
<b>Current assets</b>			
Inventories		17,098	16,558
Trade receivables		16,651	21,525
Other receivables & prepayment		482	860
Other current receivables		-	6
Income tax recoverable		74	64
Cash & bank balances		5,938	3,273
		<b>40,243</b>	<b>42,286</b>
<b>TOTAL ASSETS</b>		<b>84,352</b>	<b>90,067</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the Company</b>			
Share capital		73,583	73,583
Share premium		5,097	5,097
Accumulated losses		(28,391)	(28,631)
Total equity		<b>50,289</b>	<b>50,049</b>
<b>Non-current liabilities</b>			
Borrowings	23	6,811	10,233
Other payables		127	106
		<b>6,938</b>	<b>10,339</b>
<b>Current liabilities</b>			
Borrowings	23	12,701	6,405
Trade payables		10,915	17,109
Other payables		2,391	5,431
Other current liabilities		1,118	734
		<b>27,125</b>	<b>29,679</b>
Total liabilities		<b>34,063</b>	<b>40,018</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>84,352</b>	<b>90,067</b>
Net assets per share (RM)		<b>0.68</b>	<b>0.68</b>

These Condensed Statements of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD (25583-W)**

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2015**

**Unaudited Condensed Consolidated Statements of Changes in Equity**

	←————— Attributable to owners of the Company —————→ Non-distributable				
	<u>Share capital</u> (RM'000)	<u>Share premium</u> (RM'000)	<u>Revaluation reserve</u> (RM'000)	<u>Accumulated losses</u> (RM'000)	<u>Total</u> (RM'000)
At 1 January 2014	73,583	5,097	-	(25,692)	52,988
Total comprehensive loss for the period	-	-	-	(2,939)	(2,939)
At 31 December 2014	<u>73,583</u>	<u>5,097</u>	<u>-</u>	<u>(28,631)</u>	<u>50,049</u>
At 1 January 2015	73,583	5,097	-	(28,631)	50,049
Total comprehensive profit for the period	-	-	-	240	240
At 31 December 2015	<u>73,583</u>	<u>5,097</u>	<u>-</u>	<u>(28,391)</u>	<u>50,289</u>

These Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE  
FOURTH QUARTER ENDED 31 DECEMBER 2015****Unaudited Condensed Consolidated Statements of Cash Flow**

	12 Months ended 31 December 2015 RM'000	12 Months ended 31 December 2014 RM'000
<b>Cash flows from operating activities</b>		
Profit/ (loss) before tax	234	(2,933)
Adjustment for:		
Interest income	(57)	(119)
Interest expense	1,321	1,254
Gain on disposal of property, plant & equipment	(13)	-
Depreciation of property, plant and equipment	4,454	4,134
Impairment loss on trade receivables	61	4,491
Inventories written off	745	663
Share of loss of associate	381	411
Property, plant and equipment written off	1	1
Operating profit before working capital changes	<u>7,127</u>	<u>7,902</u>
Increase in inventories	(1,285)	(1,375)
Decrease/(Increase) in trade and other receivables	5,191	(8,647)
Decrease in other current assets	6	76
(Decrease)/Increase in trade and other payables	(9,213)	5,172
Increase in other current liabilities	384	79
Cash from operations	<u>2,210</u>	<u>3,207</u>
Taxation paid, net of refund	(5)	3
Interest received	57	119
Interest paid	(1,321)	(1,254)
Net cash from operating activities	<u>941</u>	<u>2,075</u>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of property, plant and equipment	77	-
Acquisition of property, plant and equipment	(893)	(4,863)
Purchase of Investment properties under construction	(174)	(1,886)
Net cash used in investing activities	<u>(990)</u>	<u>(6,749)</u>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	6,653	8,337
Fixed deposits pledged with a bank	(5)	(11)
Repayment of borrowings	(4,219)	(7,178)
Net cash from financing activities	<u>2,429</u>	<u>1,148</u>
<b>Net increase/ (decrease) in cash and cash equivalents</b>	<b>2,380</b>	<b>(3,526)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>2,807</b>	<b>6,333</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>5,187</b>	<b>2,807</b>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	5,938	3,273
Bank overdraft (included within short term borrowings in Note 23)	(402)	(122)
Less: Fixed deposit pledged	(349)	(344)
	<u>5,187</u>	<u>2,807</u>

The Unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2015**

**PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (MFRS) 134 – INTERIM FINANCIAL REPORTING**

**1. Basis of Preparation**

The condensed consolidated interim financial statements (“Condensed Report”) have been prepared in accordance with MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This Condensed Report also complies with IAS 134 Interim Financial Reporting issued by the International Accounting Standards Board (“IASB”).

The Condensed Report should be read in conjunction with the audited annual financial statements of the Group for the financial year ended 31 December 2014. The explanatory notes attached to the Condensed 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 year ended 31 December 2014.

The Condensed Report are presented in Ringgit Malaysia (RM) and all values are rounded to the nearest thousand (RM’000).

**2. Significant accounting policies**

The significant accounting policies and methods of computation applied in the interim financial statements are consistent with those adopted in the most recent annual audited financial statements for the year ended 31 December 2014 except for the adoption of the following with effect from 1 January 2015:

Amendments to MFRS 119 Employee Benefits - Defined Benefit Plans: Employee Contributions  
Annual Improvements to MFRSs 2010 - 2012 Cycle  
Annual Improvements to MFRSs 2011 - 2013 Cycle

The initial application of the above is not expected to have any significant financial impact on the Group’s financial statements.

**3. Auditors’ report on preceding annual financial statements**

The auditors’ report on the financial statements for the year ended 31 December 2014 was not qualified.

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2015****NOTES (cont'd)****4. Segmental information****Results for 3 months ended 31 December 2015**

	<b>Manu- facturing RM'000</b>	<b>Property trading RM'000</b>	<b>Const- ruction RM'000</b>	<b>Others RM'000</b>	<b>Consolidated RM'000</b>
<b>Segment Revenue</b>					
Total revenue including inter-segment sales	14,891	-	-	-	14,891
Less: Inter-segment sales	-	-	-	-	-
External revenue	<u>14,891</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,891</u>
<b>Segment Results</b>					
Results	(726)	(14)	(205)	(5)	(950)
Finance costs	(331)	-	-	-	(331)
Share of results of an associate					(94)
Loss before tax					<u>(1,375)</u>
Income tax income					6
Loss after tax					<u>(1,369)</u>
<b>Other information</b>					
Interest income	<u>22</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22</u>

**Results for 3 months ended 31 December 2014**

	<b>Manu- facturing RM'000</b>	<b>Property trading RM'000</b>	<b>Const- ruction RM'000</b>	<b>Others RM'000</b>	<b>Consolidated RM'000</b>
<b>Segment Revenue</b>					
Total revenue including inter-segment sales	16,540	-	698	-	17,238
Add/(Less): Inter-segment (return)/sales	(21)	-	-	-	(21)
External revenue	<u>16,519</u>	<u>-</u>	<u>698</u>	<u>-</u>	<u>17,217</u>

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2015**

## NOTES (cont'd)

## 4. Segmental information (cont'd)

## Results for 3 months ended 31 December 2014 (cont'd)

	Manu- facturing RM'000	Property trading RM'000	Const- ruction RM'000	Others RM'000	Consolidated RM'000
<b>Segment Results</b>					
Results	(4,346)	(14)	530	(4)	(3,834)
Finance costs	(329)	-	-	-	(329)
Share of results of an associate					(104)
Loss before tax					(4,267)
Income tax income					(6)
Loss after tax					(4,273)
<b>Other information</b>					
Interest income	44	-	-	-	44

## Results for 12 months ended 31 December 2015

	Manu- facturing RM'000	Property trading RM'000	Const- ruction RM'000	Others RM'000	Consolidated RM'000
<b>Segment Revenue</b>					
Total revenue including inter- segment sales	65,767	-	105	-	65,872
Less: Inter-segment sales	-	-	-	-	-
External revenue	65,767	-	105	-	65,872
<b>Segment Results</b>					
Results	2,622	(63)	(616)	(7)	1,936
Finance costs	(1,321)	-	-	-	(1,321)
Share of results of an associate					(381)
Profit before tax					234
Income tax expense					6
Profit after tax					240
<b>Other information</b>					
Interest income	56	-	1	-	57

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2015****NOTES (cont'd)****4. Segmental information (cont'd)****Results for 12 months ended 31 December 2014 (cont'd)**

	<b>Manu- facturing RM'000</b>	<b>Property trading RM'000</b>	<b>Const- ruction RM'000</b>	<b>Others RM'000</b>	<b>Consolidated RM'000</b>
<b>Segment Revenue</b>					
Total revenue including inter-segment sales	63,352	-	1,529	-	64,881
Less: Inter-segment sales	(212)	-	-	-	(212)
External revenue	<u>63,140</u>	<u>-</u>	<u>1,529</u>	<u>-</u>	<u>64,669</u>
<b>Segment Results</b>					
Results	(1,399)	(40)	178	(7)	(1,268)
Finance costs	(1,254)	-	-	-	(1,254)
Share of results of an associate					(411)
Loss before tax					(2,933)
Income tax expense					(6)
Loss after tax					<u>(2,939)</u>
<b>Other information</b>					
Interest income	<u>117</u>	<u>-</u>	<u>2</u>	<u>-</u>	<u>119</u>

**5. Unusual items due to their nature, size and incidence**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 31 December 2015 except as disclosed in Note 2.

**6. Changes in estimates**

There were no changes in estimates that have had a material effect in the current quarter results.

**7. Comments about seasonal or cyclical factors**

The business of the Group was not affected by any significant seasonal or cyclical factors.

**8. Dividend**

The Company did not declare or pay any dividend during the quarter and financial period ended 30 September 2015.

**9. Acquisitions and disposals of property, plant and equipment**

During the quarter and financial year ended 31 December 2015, the Group acquired Property, Plant and Equipment ("PPE") with an aggregate cost of RM94,415 (4<sup>th</sup> Quarter 31 December 2014: RM234,522) and 1,052,761 (31 December 2014: RM4,933,303). Net Book Value of PPE disposed/ written off by the Group for the quarter and financial year ended 31 December 2015 was RM64,214 (31 December 2014: Nil).



**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE  
FOURTH QUARTER ENDED 31 DECEMBER 2015**

**NOTES (cont'd)**

**10. Related party disclosures**

i) Transactions with companies in which certain directors of the Company have financial interest:

	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2015</b>	<b>31.12.2014</b>	<b>31.12.2015</b>	<b>31.12.2014</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Income</b>				
Sale of construction materials to:				
-Zecon Construction (Sarawak) Sdn. Bhd.	-	461	779	2,516
-Zecon Dredging Sdn. Bhd.	-	-	160	37
-Zecon Engineering and Construction Sdn. Bhd.	-	484	220	3,957
-Petra Jaya Properties Sdn. Bhd.	134	105	134	105
-Oricon Sdn Bhd	-	-	-	11
-Rekaruang Sdn. Bhd.	189	-	189	-
<b>Expenditure</b>				
Insurance premium paid to Transnational Insurance Brokers (M) Sdn. Bhd.	145	146	315	310
Management fees paid to Santubong Suites Sdn. Bhd.	9	6	37	24
Rental paid to Reignvest Corporation Sdn Bhd.	180	180	720	720

**11. Investment in an associate**

	<b>As At 31.12.2015 RM'000</b>	<b>As At 31.12.2014 RM'000</b>
Unquoted shares, at cost	3,000	3,000
Share of post-acquisitions reserves	(1,244)	(863)
	<u>1,756</u>	<u>2,137</u>

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2015**

## NOTES (cont'd)

**11. Investment in associate (cont'd)**

Details of the associate are as follows:

Name of associate	Country of incorporation	Principal activities	Proportion of ownership interest	
			As at 31.12.2015 %	As at 31.12.2014 %
<b>Held through SCIB Properties Sdn. Bhd. :</b>				
Influx Meridian Sdn. Bhd	Malaysia	Property development	40%	40%

**12. Debt and equity securities**

There were no issuances and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter and financial period-to-date.

**13. Changes in composition of the Group**

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

**14. Capital commitments**

	As At 31.12.2015 RM'000	As At 31.12.2014 RM'000
Capital expenditure not provided for in the financial statements:		
Authorised and contracted for	441	-
Approved but not contracted for	1,102	1,903
	<u>1,543</u>	<u>1,903</u>
	=====	=====

**15. Contingent liabilities – Unsecured**

	As At 31.12.2015 RM'000	As At 31.12.2014 RM'000
Corporate guarantee given to bank for credit facilities granted to a subsidiary	18,970	16,346
	<u>18,970</u>	<u>16,346</u>
	=====	=====

**16. Subsequent event**

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

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE  
FOURTH QUARTER ENDED 31 DECEMBER 2015**

**NOTES (cont'd)**

**PART B -ADDITIONAL INFORMATION PURSUANT TO THE MAIN MARKET LISTING  
REQUIREMENTS OF THE BURSA MALAYSIA SECURITIES BERHAD**

**17. Performance review**

The Group's revenue decreased by 13% from RM17.2 million in the last quarter of 2014 to RM14.9 million in the current quarter under review. Lower revenue was primarily due to slowdown in the market and less demand for foundation piles and IBS products from its Manufacturing division coupled with the absence of new projects from the Construction division in the current quarter. As a result, the Group has reported a loss before tax of RM1,375,000 as compared to loss before tax of RM4,267,000 posted in the corresponding quarter last year. Losses during the year is mainly attributable to lower sales and charge out of inventories written off of RM749,000.

On a year-to-date basis, the Group reported revenue of RM65.9 million in year 2015, as compared to RM64.6 million last year representing a slight increase of 2%. The manufacturing division being the key driver and largest contributor to the Group's revenue, reported revenue of about RM65.7 million and RM63.1 million for the year ended 31 December 2015 and 31 December 2014 respectively. The Group recorded a profit before tax of RM234,000 as compared to loss before tax of RM2.93 million reported last year. The net assets of the Group as at 31 December 2015 stood at RM50.3 million which translates to RM0.68 net assets value per share.

**18. Variation of results against preceding quarter**

The Group registered a loss before tax of RM1,375,000 from a revenue of RM14.9 million for the current quarter as compared to a loss before tax of RM540,000 from a revenue of RM15.2 million in the preceding quarter. A larger loss before tax as compared to the preceding quarter is mainly due to recognition of inventories written off amounting to RM749,000.

**19. Prospects for the next year**

The Malaysian economy is expected to achieve moderate growth in 2016. The Group remains focused on managing its cost structure, promote its IBS products and secure more projects. Given the rolling out of certain Government projects in Sarawak, the Board anticipates better operational results for the next financial year.

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE  
FOURTH QUARTER ENDED 31 DECEMBER 2015**

**NOTES (cont'd)**

**20. (a) Variance of actual profit from forecast profit**

Not applicable

**(b) Shortfall in the profit guarantee**

Not applicable

**21. Income tax (income)/ expense**

	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2015</b>	<b>31.12.2014</b>	<b>31.12.2015</b>	<b>31.12.2014</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current tax	-	6	-	6
(Overprovision) of tax in prior year	(6)	-	(6)	-
	<u>(6)</u>	<u>6</u>	<u>(6)</u>	<u>6</u>
Deferred tax	-	-	-	-
Total income tax (income)/ expense	<u>(6)</u>	<u>6</u>	<u>(6)</u>	<u>6</u>

**22. Corporate Proposals**

There were no new or outstanding corporate proposals which have not been completed as at the date of this announcement.

**23. Borrowings**

	<b>As at</b>	<b>As at</b>
	<b>31.12.2015</b>	<b>31.12.2014</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Short term borrowings</b>		
Secured	12,567	6,282
Unsecured	134	123
	<u>12,701</u>	<u>6,405</u>
<b>Long term borrowings</b>		
Secured	6,811	10,233
	<u>19,512</u>	<u>16,638</u>

All of the above borrowings are denominated in Ringgit Malaysia.

**24. Derivatives financial instruments**

There were no outstanding derivatives as at the end of the reporting year.

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE  
FOURTH QUARTER ENDED 31 DECEMBER 2015**

**NOTES (cont'd)**

**25. Dividend payable**

No interim ordinary dividend has been declared for the financial period ended 31 December 2015 (31 December 2014: Nil).

**26. Basic (loss)/profit per share**

	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2015</b>	<b>31.12.2014</b>	<b>31.12.2015</b>	<b>31.12.2014</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
(Loss)/profit attributable to ordinary equity holders of the Company	<u>(1,369)</u>	<u>(4,273)</u>	<u>240</u>	<u>(2,939)</u>

	<b>As at</b>		<b>As at</b>	
	<b>31.12.2015</b>	<b>31.12.2014</b>	<b>31.12.2015</b>	<b>31.12.2014</b>
Weighted average number of ordinary shares in issue	<u>73,582,500</u>	<u>73,582,500</u>	<u>73,582,500</u>	<u>73,582,500</u>

	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2015</b>	<b>31.12.2014</b>	<b>31.12.2015</b>	<b>31.12.2014</b>
	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>
Basic (loss)/profit per share for (loss)/profit for the period	<u>(1.86)</u>	<u>(5.81)</u>	<u>0.33</u>	<u>(3.99)</u>

There is no dilution in its (loss)/profit per share in the current quarter and financial period to date as there are no dilutive potential ordinary shares outstanding at the end of the reporting period.

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE  
FOURTH QUARTER ENDED 31 DECEMBER 2015**

**NOTES (cont'd)**

**27. Breakdown of accumulated losses of the Group as at the reporting date into realised and unrealised**

	<b>As at 31.12.2015 RM'000</b>	<b>As at 31.12.2014 RM'000</b>
Total accumulated losses		
- Realised	25,527	26,281
- Unrealised	-	-
	<u>25,527</u>	<u>26,281</u>
	<b>As at 31.12.2015 RM'000</b>	<b>As at 31.12.2014 RM'000</b>
Total share of loss of an associate		
- Realised	1,244	863
- Unrealised	-	-
	<u>1,244</u>	<u>863</u>
Total losses before consolidation adjustments	26,771	27,144
Consolidation adjustments	1,620	1,487
Total Group accumulated losses as per consolidated accounts	<u>28,391</u>	<u>28,631</u>

The determination of realised and unrealised profits or losses is based on the Guidance of Special Matter No. 1, Determination of Realised and unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised losses above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia Securities Berhad and should not be applied for any other purposes.

**SARAWAK CONSOLIDATED INDUSTRIES BERHAD** (25583-W)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE  
FOURTH QUARTER ENDED 31 DECEMBER 2015**

**NOTES (cont'd)**

**28. Additional disclosures on profit/(loss) for the period**

Profit/(Loss) for the period is arrived at after charging/(crediting):

	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>31.12.2015</b>	<b>31.12.2014</b>	<b>31.12.2015</b>	<b>31.12.2014</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Depreciation of property, plant and Equipment ("PPE")	1,119	1,103	4,454	4,134
PPE written off	-	1	1	1
Share of associate loss	94	104	381	411
Interest expense	331	329	1,321	1,254
Interest income	(22)	(44)	(57)	(119)
Inventories written off	749	663	745	663
Impairment loss on Trade receivables	46	4,491	61	4,491
Waiver of land premium	-	-	-	(515)
Gain on disposal of property, plant and Equipment ("PPE")	-	-	(13)	-

**29. Authorisation for issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 26 February 2016.