P.I.E. INDUSTRIAL BERHAD (COMPANY NO. : 424086-X)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE 2ND QUARTER ENDED 30 JUNE 2015

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 30.06.2015 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30.06.2014 RM'000	CURRENT YEAR TO DATE 30.06.2015 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30.06.2014 RM'000
Revenue	10	136,355	115,228	247,422	272,595
Cost of sales		(117,441)	(103,299)	(215,678)	(246,920)
Gross profit		18,914	11,929	31,744	25,675
Administrative and distribution expenses		(7,148)	(4,706)	(13,616)	(10,826)
Other operating income		1,314	2,138	6,487	5,839
Income from other investments		988	755	2,031	1,363
Finance costs		(73)	(76)	(238)	(145)
Share of results in associated company		0	(2)	(1)	(3)
Profit before tax	10	13,995	10,038	26,407	21,903
Income tax expense	20	(4,447)	(2,136)	(6,609)	(4,883)
Profit for the period	19	9,548	7,902	19,798	17,020
Other comprehensive income					
Items that may be subsequently reclassified to profit or loss:					
Currency translation differences in respect of foreign operations		(1,263)	(1,006)	2,949	(455)
Other comprehensive income, net of tax		(1,263)	(1,006)	2,949	(455)
Total comprehensive income for the period		8,285	6,896	22,747	16,565
Total comprehensive income attributable to:					
- Owners of the Company		8,285	6,896	22,747	16,565
Basic earnings per ordinary share (sen)	25	12.43	10.29	25.78	22.18
Diluted earnings per ordinary share (sen)	25	N/A	N/A	N/A	N/A

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial report.

P.I.E. INDUSTRIAL BERHAD (COMPANY NO. : 424086-X)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2015

	Note	UNAUDITED AS AT 30.06.2015 RM'000	AUDITED AS AT 31.12.2014 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	8	71,015	68,182
Investment properties		21,528	19,977
Prepaid lease payments		7,332	7,435
Goodwill on consolidation		1,722	1,722
Investment in associated company		2	3
Deferred tax assets		1,370	1,368
Total non-current assets		102,969	98,687
Current assets			
Inventories		116,515	76,788
Trade and other receivables		134,060	165,530
Other financial assets		2,171	559
Other investments		20,213	34,334
Current tax assets		305	1,162
Restricted cash		85	38
Short-term deposits with licensed banks		83,537	156,978
Cash and bank balances		36,099	18,588
Total current assets		392,985	453,977
TOTAL ASSETS		495,954	552,664
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital		76,808	76,808
Reserves		13,213	10,264
Retained earnings		231,186	230,590
Total equity		321,207	317,662
Non-current liabilities			
Deferred tax liabilities		2,812	2,859
Current liabilities			
Short-term borrowings		46,536	95,231
Trade and other payables		120,482	132,863
Current tax liabilities		4,917	4,049
Total current liabilities		171,935	232,143
Total liabilities		174,747	235,002
TOTAL EQUITY AND LIABILITIES		495,954	552,664
NET ASSETS		321,207	317,662
Net Assets Per Share Attributable to Ordinary Equity Holders of the Parent (RM)		4.18	4.14

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial report.

P.I.E. INDUSTRIAL BERHAD (424086-X)
UNAUDIITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 2ND QUARTER ENDED 30 JUNE 2015

	Share Capital	Treasury Shares	Non-distributable	Distributable Retained profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Period ended 30 June 2014					
Balance as of 1 January 2014	64,007	(317)	19,363	204,881	287,934
Net profit for the period	0	0	0	17,020	17,020
Other comprehensive income for the period	0	0	(455)	0	(455)
Total comprehensive income for the period	0	0	(455)	17,020	16,565
Sale of treasury shares	0	317	265	0	582
Bonus issued	12,801	0	(12,801)	0	0
Payment of dividends	0	0	0	(12,801)	(12,801)
Balance as of 30 June 2014	76,808	0	6,372	209,100	292,280
Period ended 30 June 2015					
Balance as of 1 January 2015	76,808	0	10,264	230,590	317,662
Net profit for the period	0	0	0	19,798	19,798
Other comprehensive income for the period	0	0	2,949	0	2,949
Total comprehensive income for the period	0	0	2,949	19,798	22,747
Payment of dividends	0	0	0	(19,202)	(19,202)
Balance as of 30 June 2015	76,808	0	13,213	231,186	321,207

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Audited Financial Statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial report.

P.I.E. INDUSTRIAL BERHAD (424086-X)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 2ND QUARTER ENDED 30 JUNE 2015

	6 months ended	
	30.06.2015 RM'000	30.06.2014 RM'000 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period	19,798	17,020
Adjustments for:		
Income tax expense	6,609	4,883
Non-cash items	8,798	8,180
Non-operating items	(1,433)	(2,083)
Operating profit before working capital changes	33,772	28,000
Changes in working capital:		
Net change in current assets	(9,905)	45,816
Net change in current liabilities	(13,467)	(7,060)
Cash generated from operations	10,400	66,756
Tax refunded	1,165	0
Income tax paid	(6,050)	(5,333)
Interest received	1,474	940
Net cash generated from operating activities	6,989	62,363
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for other investments	0	(4,261)
Proceeds from disposal of other investments	14,120	0
Proceeds from disposal of property, plant and equipment	0	32
Payment for property, plant and equipment	(8,506)	(3,039)
Payment for investment property	(1,461)	0
Purchase of investment in income funds	(1,600)	0
Net cash used in investing activities	2,553	(7,268)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(19,202)	(12,801)
Proceed from re-sale of treasury shares	0	582
Net proceeds from bank borrowings	0	1,957
Net repayment of bank borrowings	(48,695)	0
Interest paid	(238)	(145)
Bank balances held as security	(47)	0
Net cash used in financing activities	(68,182)	(10,407)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(58,640)	44,688
Effect of foreign exchange rate differences	2,709	124
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	175,567	72,351
CASH AND CASH EQUIVALENTS AT END OF PERIOD	119,636	117,163

P.I.E. INDUSTRIAL BERHAD (424086-X)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 2ND QUARTER ENDED 30 JUNE 2015

	6 months ended	
	30.06.2015	**30.06.2014**
	RM'000	**RM'000**
		(Restated)
REPRESENTED BY:-		
Short-term deposits with licensed banks	83,537	86,859
Cash and bank balances	36,099	30,304
	119,636	117,163

The Group had changed its accounting policy with respect to classification of cash and cash equivalents and classified short-term deposits with maturity period of more than 3 months as investments compared to prior where all short-term deposits are classified as cash and cash equivalents.

The following table summarises the restatement made:

	30.06.2014	**31.12.2013**
	RM'000	**RM'000**
CASH AND CASH EQUIVALENTS		
- As previously stated	147,708	98,635
- As restated	117,163	72,351

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Audited Financial Statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial report.

PART A – EXPLANATORY NOTES PURSUANT TO MFRS 134, INTERIM FINANCIAL REPORTING

1 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 2014, which have been prepared in accordance with MFRS, International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia.

The explanatory notes attached to these interim 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 year ended 31 December 2014.

2 Significant Accounting Policies

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 2014 except for the adoption of the following MFRSs, IC Interpretations ("IC Int.") and amendments to MFRSs for the financial period beginning on 1 January 2015:-

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

The initial adoption of the above standards and interpretations are not expected to have any material financial impact to the Group's results.

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

- Amendments to MFRS 10, MFRS 12 and MFRS 128, Investment Entities: Applying the Consolidation Exception
- Amendments to MFRS 10 and MFRS 128, Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- Amendments to MFRS 11, Joint Arrangements – Accounting for Acquisitions of Interests in Joint Operations
- Amendments to MFRS 101, Presentation of Financial Statements – Disclosure Initiative
- Amendments to MFRS 116, Property, Plant and Equipment and MFRS 138, Intangible Assets – Clarification of Acceptable Methods of Depreciation and Amortisation

- Amendments to MFRS 116, Property, Plant and Equipment and MFRS 141, Agriculture – Agriculture: Bearer Plants
- Amendments to MFRS 127, Separate Financial Statements – Equity Method in Separate Financial Statements
- Annual Improvements to MFRSs 2012-2014 Cycle
- MFRS 9, Financial Instruments (IFRS 9 as issued by IASB in July 2014)
- MFRS 14, Regulatory Deferral Accounts
- MFRS 15, Revenue from Contracts with Customers

3 Seasonal or Cyclical Factors

The cyclical nature of the manufacturing sector is generally correlated to the global economy and is normally seasonal with demand peaking at the year-end festive seasons.

4 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 and financial period-to-date because of their nature, size or incidence.

5 Changes in Estimates

There were no material changes in estimates of amount reported in either the prior interim period of the current financial period or prior financial years that have a material effect on the results during the current quarter and financial period-to-date.

6 Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the financial period ended 30 June 2015.

As of 30 June 2015, total issued and fully paid-up share capital are 76,808,397 ordinary shares of RM1 each.

7 Dividends Paid

	6 months ended	
	30.06.2015	30.06.2014
	RM'000	RM'000
Dividends declared and paid:		
a) Special dividend:		
- 13 sen per ordinary share of RM1.00 each, single tier, for 2014	9,985	-
- 8 sen per ordinary share of RM1.00 each, single tier, for 2013	-	5,120
b) First and final dividend:		
- 12 sen per ordinary share of RM1.00 each, single tier, for 2014	9,217	-
- 12 sen per ordinary share of RM1.00 each, single tier, for 2013	-	7,681
	19,202	12,801

8 Revaluation of Property, Plant and Equipment

The valuation of property, plant and equipment have been brought forward without amendment from the previous annual audited financial statements for the year ended 31 December 2014.

9 Material Post Balance Sheet Events

There are no material events subsequent to the end of the current quarter that requires adjustment to, or disclosure in the unaudited interim financial report for the financial period ended 30 June 2015.

10 Operating Segment

Segment information is presented in respect of the Group's business segments.

The Group comprises the following main business segments:

a)	Manufacturing	Manufacturing of industrial products
b)	Trading	Trading of electrical products
c)	Others	Investment holdings

Segments	**Manufacturing**	**Trading**	**Others**	**Elimination**	**Total**
	RM'000	RM'000	RM'000	RM'000	RM'000
Period ended 30 June 2015					
Revenue	242,766	4,656	-	-	247,422
Inter-segment revenue	346	590	27,575	(28,511)	-
	243,112	5,246	27,575	(28,511)	247,422
Segment results	18,731	1,052	25,293	(24,432)	20,644
Investment revenue					2,031
Other gains and losses					3,971
Finance costs					(238)
Share of results in associated company					(1)
Profit before tax					26,407

Segments	**Manufacturing** RM'000	**Trading** RM'000	**Others** RM'000	**Elimination** RM'000	**Total** RM'000
Period ended 30 June 2014					
Revenue	272,253	342	-	-	272,595
Inter-segment revenue	231	992	10,221	(11,444)	-
	272,484	1,334	10,221	(11,444)	272,595
Segment results	16,879	(46)	8,652	(7,385)	18,100
Investment revenue					1,363
Other gains and losses					2,588
Finance costs					(145)
Share of results in associated company					(3)
Profit before tax					21,903

11 Changes in the Composition of the Group

There was no change in the composition of the Group for the current quarter and financial period-to-date including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations.

12 Capital Commitment

Save as disclosed below, there was no capital expenditure contracted but not provided for in the unaudited interim financial report of the Group during the current financial year under review.

	As at 30.06.2015 RM '000
Commitments in respect of capital expenditure:	
Approved and contracted for :	
Land and factory building	9,720

13 Fair Value of Instruments

(a) Determination of fair value

Set out below is a comparison of the carrying amounts and fair values of the Group's financial instruments, by class, which are not carried at fair value in the financial statements.

	30.06.2015		30.06.2014	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
	RM'000	RM'000	RM'000 (Restated)	RM'000 (Restated)
Financial assets :				
Trade and other receivables	134,365	134,365	136,628	136,628
Other investments	20,213	20,213	30,545	30,545
Cash and cash equivalents	119,636	119,636	117,163	117,163
	274,214	274,214	284,336	284,336
Financial liabilities :				
Trade and other payables	125,399	125,399	122,832	122,832
Short term borrowings	46,536	46,536	46,163	46,163
	171,935	171,935	168,995	168,995

(b) Fair value hierarchy

The Group classifies fair value measurement using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1 - Quoted prices in active markets for identical assets or liabilities;
Level 2 - Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly; and
Level 3 - Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at the reporting date, the Group held the following financial assets and liabilities that were measured at fair value by level of fair value hierarchy :

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
30 June 2015				
Financial assets				
Investment in income fund	2,171	-	-	2,171
	2,171	-	-	2,171
30 June 2014				
Financial assets				
Investment in income fund	549	-	-	549
	549	-	-	549

There have been no transfers between any levels during the current quarter under review and the comparative period.

14 Contingent Liabilities

Save as disclosed below, there were no obligations and contingent liabilities for the Group as of 30 June 2015.

		RM '000
a)	Letter of guarantee by a bank for a foreign subsidiary's import duties	242
b)	Corporate guarantees given by the Company to banks for credit facilities granted to certain subsidiary companies	176,715
c)	Payment of withholding tax to foreign tax authority if received dividend from foreign subsidiary company out of its non-tax exempted retained earnings	3,890
		180,847

d) Pan-International Electronics (Malaysia) Sdn Bhd (PIESB), a wholly owned subsidiary company of P.I.E. Industrial Berhad, had received demand letters dated 2 February 2015, 19 March 2015, 22 June 2015 and 21 July 2015 from Royal Malaysian Customs (RMC) regarding short collection of import duty and sales tax from PIESB amounted to RM8,432,282.51 and RM841,342.00 respectively.

PIESB had on 26 February 2015 appointed a consultant to review the said case and subsequently several appeal letters under the advice of consultant had submitted to RMC. The consultant, after several discussions with the management and review on the facts, opined that PIESB has a strong base to defend the case and therefore, the management decided that no provision is made for the said case.

PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

15 Review of Performance

(a) Comparison with Previous Year Corresponding Quarter's Results

The Group's revenue for the current quarter under review was RM136.355 million and profit before tax was RM13.995 million.

The revenue was increased by RM21.127 million or 18% if compared to preceding year corresponding quarter. The increase was mainly attributable to higher demand on electronic manufacturing products from new and existing customers but partly offset with lower demand on raw wire and cable products.

Compared with the preceding year corresponding quarter, the profit before tax was soared by RM3.957 million or 39%, which was mainly due to the higher revenue achieved and higher margin of products mix. However, the increase in profit was partly offset by higher operating expenses and lower gain from foreign currency exchange transactions.

(b) Comparison with Previous Year Corresponding Period's Results

The Group recorded a revenue of RM247.422 million and a profit before tax of RM26.407 million in the period ended 30 June 2015.

As compared to revenue of RM272.595 million and a profit before tax of RM21.903 million in the period ended 30 June 2014, the revenue decreased by RM25.173 million or 9%.

The decrease of revenue was mainly due to less order from new and existing customers, especially on electronic manufacturing products and raw wire and cable products. However, it was partially offset by higher demand on wire harness products and higher revenue achieved by trading activities.

The profit before tax was increased by RM4.504 million or 21% if compared with preceding year corresponding period. The increase in profit was mainly due to higher margin of products mix, higher of investment income and lower provision of slow moving inventories. However, the increase in profit was partially limited by lower revenue achieved, higher operating expenses and higher provision of doubtful debts.

16 Comparison with Immediate Preceding Quarter's Results

	Individual Quarter Ended			
	30.06.2015	31.03.2015	Variance	Variance
	RM '000	RM '000	RM '000	%
Revenue	136,355	111,067	25,288	23%
Profit before tax	13,995	12,412	1,583	13%

The Group's revenue for the quarter under review has increased by 23% as compared with the preceding quarter. The increase was mainly due to higher demand for electronics manufacturing products and raw wire and cable products but partly limited by lower revenue achieved by trading activities.

The Group profit before tax for the current quarter has increased by 13% as compared to preceding quarter. The increase was mainly due to higher revenue achieved, higher margin of products mix and lower provision of doubtful debt. However, the increase in profit was partly offset by higher operating expenses, lower gain from foreign currency exchange transactions and higher provision of slow moving inventories.

17 Current Year Prospect

With continuous integration of automatic manufacturing capability in the past few years, the Company has impressed effectively more potential customers to outsource their current products to the Group in the coming years. Barring any unforeseen circumstances, the Group expects better performance from 2015 onwards.

18 Variance of Actual Profit from Forecast Profit

Not applicable as no profit forecast was announced and published.

19 Profit for the Period

	Quarter Ended		Period Ended	
	30.06.2015	30.06.2014	30.06.2015	30.06.2014
	RM'000	RM'000	RM'000	RM'000
Profit for the period is arrived at after crediting/(charging) :				
Interest income	667	514	1,434	881
Investment income	321	241	597	482
Interest expenses	(73)	(76)	(238)	(145)
Depreciation and amortisation	(3,056)	(2,645)	(6,025)	(5,275)
Net allowance of impairment losses				
- trade receivables	(348)	(535)	(1,837)	(483)
Net write down of inventories	(1,327)	(1,363)	(934)	(2,417)
Net gain on disposal of :				
- property, plant and equipment	0	18	0	32
Property, plant and equipment written off	0	(1)	0	(1)
Net foreign exchange gain	1,495	2,341	5,809	5,458
Gain/(loss) from fair value adjustment of financial assets through profit and loss	(1)	0	(1)	0

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.

20 Income Tax Expense

	Quarter Ended		Period Ended	
	30.06.2015	30.06.2014	30.06.2015	30.06.2014
	RM'000	RM'000	RM'000	RM'000
Income tax in respect of				
Current period	4,422	2,160	6,607	4,930
Underprovision in prior year	49	0	49	0
Deferred tax (income)/expenses	(24)	(24)	(47)	(47)
	4,447	2,136	6,609	4,883

The Group's taxation for the current quarter and financial period-to-date reflects an effective tax rate which is higher than the statutory income tax rate mainly due to payment of withholding tax on dividend received from foreign subsidiary.

21 Status of Corporate Proposals Announced

There were no corporate proposals announced but pending completion as at the date of this unaudited interim financial report.

22 Group Borrowings and Debt Securities

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

		Foreign Currency	Equivalent in RM
		'000	RM'000
Unsecured Borrowings			
Short-term loan	USD	12,410	46,536
Total			46,536

23 Changes in Material Litigation

The Group is not engaged in any material litigation, claims or arbitration either as plaintiff or defendant, and the Directors do not have any knowledge of any proceedings, pending or threatened, against the Group or of any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business of the Group.

24 Dividends

The following Dividends for the year ended 31 December 2014, has been approved by the Company's shareholders at the Eighteenth Annual General Meeting on 25 May 2015 and has been paid on 16 June 2015 to depositors registered in the Record of Depositors on 29 May 2015:

(a) A Special Single Tier Dividend of 13 sen per share; and
(b) A First and Final Single Tier Dividend of 12 sen per share.

25 Earnings Per Ordinary Share

(a) Basic earnings per ordinary share

Basic earnings per ordinary share amounts are calculated by dividing profit attributable to the ordinary equity shareholders by the weighted average number of ordinary shares in issue during the financial year, excluding treasury shares held by the Company.

	Quarter Ended		Period Ended	
	30.06.2015	30.06.2014	30.06.2015	30.06.2014
Profit attributable to ordinary equity shareholders (RM'000)	9,548	7,902	19,798	17,020
Weighted average number of ordinary share in issue (units'000)	76,808	76,760	76,808	76,740
Basic earnings per ordinary share (sen)	12.43	10.29	25.78	22.18

The weighted average number of ordinary shares in issue for the current quarter and financial period-to-date are calculated as follows:

	Quarter Ended		Period Ended	
	30.06.2015	30.06.2014	30.06.2015	30.06.2014
	'000	'000	'000	'000
Issued ordinary shares at beginning of the period	76,808	63,933	76,808	63,933
Effect of re-sale of treasury shares	-	34	-	17
Effect of bonus issue	-	12,793	-	12,790
Weighted average number of ordinary shares	76,808	76,760	76,808	76,740

(b) Diluted earnings per ordinary share

There are no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the current quarter and financial period-to-date.

26 Derivative Financial Instruments

There were no material outstanding derivatives entered into by the Group as at the end of the quarter under review.

27 Gains/Losses Arising from Fair Value Changes of Financial Liabilities

There were no gains/losses arising from fair value changes of financial liabilities.

28 Auditors' Report on Preceding Annual Financial Statements

The auditors' report of the Group's most recent annual audited financial statements did not contain any qualification.

29 Disclosure of Realised and Unrealised Profits

The breakdown of the retained profits of the Group as at 30 June 2015, into realised and unrealised profits, pursuant to directives by Bursa Securities on 25 March 2010 and 20 December 2010 is as follows:

	As at 30.06.2015	As at 30.03.2015
	RM'000	RM'000
Total retained profits of P.I.E. Industrial Berhad and it's subsidiaries		
- Realised	259,277	269,248
- Unrealised	14,577	12,685
	273,854	281,933
Total share of retained loss from associate company		
- Realised	(23)	(24)
	273,831	281,909
Add : Consolidation adjustments	(42,645)	(41,069)
Total Group retained profits as per consolidated accounts	231,186	240,840

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

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