

CNI HOLDINGS BERHAD
(Company No : 181758-A)

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME
FOR FIRST QUARTER ENDED 31 MARCH 2015**

	Note	Individual Period		Cumulative Period	
		31.03.2015	31.03.2014	31.03.2015	31.03.2014
		Unaudited RM '000	Unaudited RM '000	Unaudited RM '000	Unaudited RM '000
Operating revenue		25,254	24,286	25,254	24,286
Direct operating costs		(9,582)	(10,193)	(9,582)	(10,193)
Gross profit		15,672	14,093	15,672	14,093
Other operating revenue	B4	711	620	711	620
Other operating costs		(14,822)	(14,484)	(14,822)	(14,484)
Finance costs		(1)	(1)	(1)	(1)
Depreciation & amortisation		(554)	(569)	(554)	(569)
		1,006	(341)	1,006	(341)
Share of results of associates		(518)	(90)	(518)	(90)
Profit/(Loss) before taxation		488	(431)	488	(431)
Taxation		(314)	(99)	(314)	(99)
Profit/(Loss) net of taxation		174	(530)	174	(530)
Other comprehensive loss					
Foreign currency translation		(21)	(24)	(21)	(24)
Total comprehensive income/ (loss) for the period		153	(554)	153	(554)
Profit/(Loss) attributable to :					
Equity holders of the Company		126	(351)	126	(351)
Non-controlling interests		48	(179)	48	(179)
		174	(530)	174	(530)

CNI HOLDINGS BERHAD
(Company No : 181758-A)

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER
 COMPREHENSIVE INCOME
 FOR FIRST QUARTER ENDED 31 MARCH 2015 (Continued)**

	Individual Period		Cumulative Period	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
	Unaudited	Unaudited	Unaudited	Unaudited
	RM '000	RM '000	RM '000	RM '000
Total comprehensive income/(loss)				
attributable to :				
Equity holders of the Company	105	(375)	105	(375)
Non-controlling interests	48	(179)	48	(179)
	153	(554)	153	(554)
Earnings per share (sen)				
Basic	0.02	(0.05)	0.02	(0.05)
Diluted	NA	NA	NA	NA

Notes :-

1) NA denotes "Not Applicable"

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the explanatory notes attached to the interim financial statements.

CNI HOLDINGS BERHAD
(Company No : 181758-A)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2015

	Unaudited	Audited
	As at	As at
	31.03.2015	31.12.2014
	RM '000	RM '000
ASSETS		
Non-current assets		
Property, plant and equipment	38,490	37,913
Investment properties	1,400	1,400
Investment in associate company	3,120	3,090
Investment in unquoted shares	1,254	1,254
Investment in preference share	3,500	3,500
Other intangible assets	1,856	2,745
Goodwill	200	200
Deferred tax assets	3,251	3,210
	53,071	53,312
Current assets		
Inventories	15,681	14,621
Trade receivables	11,421	12,633
Other receivables, deposits and prepayments	3,121	5,226
Investments	16,978	19,779
Tax assets	612	1,235
Cash and bank balances	13,187	9,891
	61,000	63,385
TOTAL ASSETS	114,071	116,697
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	72,000	72,000
Treasury shares	(1,667)	(1,663)
Retained earnings	22,835	22,709
Other reserves	(373)	(352)
	92,795	92,694
Non-controlling interests	193	134
Total Equity	92,988	92,828

CNI HOLDINGS BERHAD
(Company No : 181758-A)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2015 (Continued)

	Unaudited	Audited
	As at	As at
	31.03.2015	31.12.2014
	RM '000	RM '000
	_____	_____
Non-current liabilities		
Borrowings	65	60
Retirement benefits	6,809	6,730
Deferred tax liabilities	1,317	1,317
	_____	_____
	8,191	8,107
	_____	_____
Current liabilities		
Trade payables	3,391	4,840
Other payables, deposits and accruals	9,479	10,806
Provision and contingent liabilities	-	86
Borrowings	22	30
	_____	_____
	12,892	15,762
	_____	_____
Total liabilities	21,083	23,869
	_____	_____
TOTAL EQUITY AND LIABILITES	114,071	116,697
	_____	_____
Net Assets	92,988	92,828
Net assets per share (RM)	0.13	0.13

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the explanatory notes attached to the interim financial statements.

CNI HOLDINGS BERHAD

(Company No : 181758-A)

AUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2014

	← Non Distributable	→	Distributable			
	Share Capital	Treasury Shares	Currency Translation Reserve	Retained Earnings	Non-controlling Interests	Total Equity
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
As at 1 January 2014	72,000	(1,640)	(229)	31,204	814	102,149
Comprehensive loss						
Loss for the year	-	-	-	(6,612)	(680)	(7,292)
Other comprehensive loss						
Remeasurement of defined benefit liability	-	-	-	258	-	258
Foreign currency translation	-	-	(123)	-	-	(123)
Total comprehensive loss for the year	-	-	(123)	(6,354)	(680)	(7,157)
Transactions with owners						
Purchase of treasury shares	-	(23)	-	-	-	(23)
Dividends	-	-	-	(2,141)	-	(2,141)
Total transactions with owners	-	(23)	-	(2,141)	-	(2,164)
As at 31 December 2014	72,000	(1,663)	(352)	22,709	134	92,828

CNI HOLDINGS BERHAD

(Company No : 181758-A)

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2015

	← Non Distributable →			Distributable		
	Share Capital	Treasury Shares	Currency Translation Reserve	Retained Earnings	Non-controlling Interests	Total Equity
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
As at 1 January 2015	72,000	(1,663)	(352)	22,709	134	92,828
Comprehensive income						
Profit for the period	-	-	-	126	48	174
Other comprehensive income						
Foreign currency translation	-	-	(21)	-	-	(21)
Total comprehensive income for the period	-	-	(21)	126	48	153
Transactions with owners						
Purchase of treasury shares	-	(4)	-	-	-	(4)
Acquisition of subsidiary company	-	-	-	-	11	11
Total transactions with owners	-	(4)	-	-	11	7
As at 31 March 2015	72,000	(1,667)	(373)	22,835	193	92,988

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 2014 and the explanatory notes attached to the interim financial statements

CNI HOLDINGS BERHAD
(Company No : 181758-A)

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 31 MARCH 2015

	31.03.2015	31.03.2014
	RM'000	RM'000
	(Unaudited)	(Unaudited)
Cash Flows from Operating Activities		
Profit/(Loss) before taxation	488	(431)
Adjustments for:-		
Amortisation of intangible assets	152	124
Bad debts written off	-	(41)
Depreciation of property, plant and equipment	632	751
Gain on disposal of non-current assets held for sale	-	(196)
Gain on disposal of property, plant and equipment	-	(24)
Interest expenses	1	7
Interest revenue	(39)	(21)
Inventories written off	10	28
Investment income	(150)	(200)
Property, plant and equipment written off	36	53
Reversal for employee benefits expenses	(86)	(90)
Retirement benefits expense	79	83
Share of loss of associated companies	518	90
Unrealised gain on foreign exchange	(315)	(15)
Operating profit before working capital changes	<u>1,326</u>	<u>118</u>
Decrease in inventories	(1,062)	(446)
Decrease/(Increase) in receivables	1,772	(259)
Increase in payables	(930)	(2,399)
Cash generated from/(used in) operations	<u>1,106</u>	<u>(2,986)</u>
Interest paid	(1)	(7)
Interest received	39	21
Tax paid	(192)	(319)
Tax refund	459	-
Net cash from/(used in) operating activities	<u>1,411</u>	<u>(3,291)</u>

CNI HOLDINGS BERHAD
(Company No : 181758-A)

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 31 MARCH 2015 (Continued)

	31.03.2015	31.03.2014
	RM'000	RM'000
	(Unaudited)	(Unaudited)
Cash Flows from Investing Activities		
Net cash outflow on acquisition of subsidiary company	(1)	-
Investment income	150	200
Purchase of property, plant and equipment	(537)	(728)
Purchase of intangible assets	(252)	(14)
Proceeds from disposal of property, plant and equipment	66	120
Proceeds from disposal of other intangible asset	237	-
Proceeds from disposal of non-current assets held for sale	-	1,572
Investment in associate companies	(548)	(818)
Net cash (used in)/from investing activities	<u>(885)</u>	<u>332</u>
Cash Flows from Financing Activities		
Repayment of term loans	(4)	(26)
Purchase of treasury shares	(4)	(11)
Repayment of hire purchase liabilities	(5)	17
Net cash used in financing activities	<u>(13)</u>	<u>(20)</u>
Effect of exchange rate changes	(18)	61
Net increase/(decrease) in cash and cash equivalent	495	(2,918)
Cash and cash equivalent at beginning of financial period	29,670	33,585
Cash and cash equivalent at end of financial period	<u>30,165</u>	<u>30,667</u>

The condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the explanatory notes attached to the interim financial statement

NOTES TO THE INTERIM FINANCIAL STATEMENTS

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD (“MFRS”) 134

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting, issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

These financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014. The explanatory notes attached to the 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 2014.

A2. Significant Accounting Policies

MFRSs and Amendments to MFRSs issued but not yet effective

At the date of authorisation of these interim financial statements, the following MFRSs and Amendments to MFRSs were issued but not yet effective and have not been applied by the Group:

		Effective for financial periods beginning on or after
<u>New MFRSs</u>		
MFRS 9	Financial Instruments	1 January 2018
MFRS 15	Revenue from Contracts with Customers	1 January 2017
<u>Amendments/Improvements to MFRSs</u>		
MFRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 January 2016
MFRS 7	Financial Instruments: Disclosures	1 January 2016
MFRS 10	Consolidated Financial Statements	1 January 2016
MFRS 11	Joint Arrangements	1 January 2016

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for First Quarter Ended 31 March 2015

A2. Significant Accounting Policies (Continued)

MFRSs and Amendments to MFRSs issued but not yet effective (Continued)

At the date of authorisation of these interim financial statements, the following MFRSs and Amendments to MFRSs were issued but not yet effective and have not been applied by the Group: (Continued)

		Effective for financial periods beginning on or after
<u>Amendments/Improvements to MFRSs (Continued)</u>		
MFRS 12	Disclosure of Interests in Other Entities	1 January 2016
MFRS 14	Regulatory Deferral Accounts	1 January 2016
MFRS 101	Presentation of Financial Statements	1 January 2016
MFRS 116	Property, Plant and Equipment	1 January 2016
MFRS 119	Employee Benefits	1 January 2016
MFRS 127	Consolidated and Separate Financial Statements	1 January 2016
MFRS 128	Investments in Associates	1 January 2016
MFRS 134	Interim Financial Reporting	1 January 2016
MFRS 138	Intangible Assets	1 January 2016
MFRS 141	Agriculture	1 January 2016

A3. Comments about Seasonal or Cyclical Factors

The Group's performance is affected by seasonal or cyclical factors on quarter-to-quarter basis; the demand may be skewed towards major festivities such as Hari Raya Puasa and Chinese New Year. This pattern is in line with the forecast and expectation of the Group.

A4. 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 quarter and cumulative period ended 31 March 2015.

A5. Changes in Estimates

There were no material changes in estimates that have had any material effect in the current quarter and cumulative period ended 31 March 2015.

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for First Quarter Ended 31 March 2015

A6. Debts and Equity Securities

Save as disclosed below, there were no issuances, repurchases and repayments of debt and equity securities during the quarter and cumulative period ended 31 March 2015:

The Company bought back from the open market, 50,000 ordinary shares of RM0.10 each of the Company (“CNI Shares”) at an average buy-back price of RM0.09 per share. The total consideration paid, including transactions costs, was RM4,546.35 and it was financed by internally generated funds. The CNI Shares bought back were being held as treasury shares in accordance with Section 67A of the Companies Act, 1965.

As at 31 March 2015, the number of treasury shares held was 6,638,100 CNI Shares.

A7. Fair Value Changes of Financial Liabilities

As at 31 March 2015, the Group does not have any financial liabilities measured at fair value through profit or loss.

A8. Dividends Paid

There was no dividend paid during the current quarter and the cumulative period ended 31 March 2015.

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for First Quarter Ended 31 March 2015

A9. Segmental Information

The segmental information of the Group for the current quarter and financial period-to-date was summarised as below:

Business Segment	Current quarter		Year to-date	
	Revenue	Result	Revenue	Result
	31.03.15	31.03.15	31.03.15	31.03.15
	RM'000	RM'000	RM'000	RM'000
Marketing and trading	23,006	839	23,006	839
Manufacturing	11,248	1,517	11,248	1,517
Others	401	(796)	401	(796)
Inter-segment elimination	(9,401)	(554)	(9,401)	(554)
	<u>25,254</u>	<u>1,006</u>	<u>25,254</u>	<u>1,006</u>
Share of results of associates		(518)		(518)
Income tax expense		(314)		(314)
Non-controlling interests		(48)		(48)
Profit for the period		<u>126</u>		<u>126</u>

Business Segment	Previous Year Corresponding Quarter		Previous Year to-date	
	Revenue	Result	Revenue	Result
	31.03.14	31.03.14	31.03.14	31.03.14
	RM'000	RM'000	RM'000	RM'000
Marketing and trading	22,082	273	22,082	273
Manufacturing	9,226	(182)	9,226	(182)
Others	1,350	49	1,350	49
Inter-segment elimination	(8,372)	(481)	(8,372)	(481)
	<u>24,286</u>	<u>(341)</u>	<u>24,286</u>	<u>(341)</u>
Share of results of associates		(90)		(90)
Income tax expense		(99)		(99)
Non-controlling interests		179		179
Loss for the period		<u>(351)</u>		<u>(351)</u>

Due to the insignificant contribution from food and beverage business segment, the management has re-organised its reportable operating during the current financial period for the purpose of making decision about resource allocation and performance assessment. The comparative figure of previous corresponding quarter and year to-date information has been restated accordingly.

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for First Quarter Ended 31 March 2015

A10. Valuation of Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any, have been brought forward without amendments from the audited financial statements for the financial year ended 31 December 2014.

Investment properties are stated at fair value as at 31 December 2014. Fair value is arrived at by reference to market evidence of transaction prices for similar properties and is performed by registered independent valuers having appropriate recognised professional qualification and recent experience in the location and category of the properties being valued.

A11. Subsequent Events

There were no material events subsequent to the reporting period up to 22 May 2015 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report), which have not been reflected, in the financial statements for the current quarter under review and financial year to-date.

A12. Changes in Composition of the Group

There were no changes in the composition of the Group during the current quarter under review except as follows:

CNI Enterprise (M) Sdn. Bhd. (“CNIE”) a wholly-owned subsidiary had on 30 January 2015, acquired 42,000 ordinary shares of RM1.00 each in Agriscience Biotech (Malaysia) Sdn. Bhd. (“ABSB”), representing 70% of the total issued and paid-up share capital of ABSB for a total consideration of Ringgit Malaysia Five Hundred Twenty (RM520.00) only.

At the same time, the Company had disposed 18,000 ordinary shares of RM1.00 each representing 30% of the total issued and paid-up share capital of ABSB to Redwan Bin Haris for a total consideration of Ringgit Malaysia Two Hundred Twenty Five (RM225.00) only (collectively refer to as “Change”). Upon the Change, ABSB became a subsidiary of CNIE.

ABSB has changed its name to CNI Petro Sdn. Bhd. with effect from 25 February 2015.

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Unaudited Financial Results of the Group for First Quarter Ended 31 March 2015

A13. Changes in Contingent Assets and Contingent Liabilities

As at the date of this announcement, there were no material changes in contingent assets and contingent liabilities of the Group since the last audited financial statements for the financial year ended 31 December 2014.

A14. Capital Commitments

The outstanding capital commitments as at the end of the financial period were as follows:

	As at 31.03.2015 RM '000
Capital expenditure approved and contracted for:	
Purchase of property, plant and equipment	161
Acquisition of computer hardware	4
Acquisition of computer software	153
	<hr/> 318 <hr/>

A15. Related Party Disclosures

Related party transactions were summarised as follows:

	Current quarter/ Cumulative period RM '000
<u>CNI Corporation Sdn Bhd</u>	
Management fee paid and payable	61
IT and eCommerce related service	54
<u>CNI Venture Sdn Bhd</u>	
Research and development expenditure paid and payable	80
<u>Fortune Venture Inc</u>	
Sales received and receivable	1,070
<u>Qingdao Mark Foods Co., Ltd</u>	
Purchases paid and payable	152

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for First Quarter Ended 31 March 2015

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Operating Segment Review

(a) Results for First Quarter

The Group recorded revenue of RM25.3 million for the current quarter ended 31 March 2015 as compared to RM24.3 million in the previous year corresponding quarter, showed an increase of 4%.

Business Segment	Quarter Ended				Increase/(Decrease)			
	Revenue		Result		Revenue		Result	
	31.03.15	31.03.14	31.03.15	31.03.14	RM'000	%	RM'000	%
Marketing and trading	23,006	22,082	839	273	924	4%	566	207%
Manufacturing	11,248	9,226	1,517	(182)	2,022	22%	1,699	934%
Others	401	1,350	(796)	49	(949)	-70%	(845)	-1724%

The revenue of the marketing and trading segment has increased from RM22.1 million to RM23 million, an increase of 4% as compared to the previous corresponding quarter. The increase in revenue was mainly derived from higher sales achieved by direct selling business in the local and new market, Thailand. Consequently, the result of marketing and trading segment has increased accordingly.

Sales revenue from manufacturing segment has increased from RM9.2 million to RM11.2 million, an increase of 22% as compared to the previous corresponding quarter due to more sales order were received in both local and oversea market. With the sales improvement, the result has improved accordingly.

Segment of others representing investment holding business and retail – food and beverages segment. The revenue and result of this segment were decreased mainly due to decline in management fees and revenue recorded from certain outlets. Consequently, the result of the segment has turned into loss position.

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for First Quarter Ended 31 March 2015

B1. Operating Segment Review (Continued)

(b) Results for Financial Period-to-date

The Group recorded revenue of RM25.3 million for the financial period ended 31 March 2015 as compared to RM24.3 million in the previous financial period, showing an increase of 4%. The Group Profit Before Tax (“PBT”) for the financial period ended 31 March 2015 was RM0.5 million, representing an increase of 213% as compared to the Loss Before Tax (“LBT”) of RM0.4 million in the previous period ended 31 March 2014.

The increase in sales revenue and profit position for the period ended 31 March 2015 was attributable to the similar reasons stated in previous section.

Business Segment	Year to date ended				Increase/(Decrease)			
	Revenue		Result		Revenue		Result	
	31.03.15	31.03.14	31.03.15	31.03.14				
	RM'000	RM'000	RM'000	RM'000	RM'000	%	RM'000	%
Marketing and trading	23,006	22,082	839	273	924	4%	566	207%
Manufacturing	11,248	9,226	1,517	(182)	2,022	22%	1,699	934%
Others	401	1,350	(796)	49	(949)	-70%	(845)	-1724%

B2 Material Change in Profit Before Taxation (“PBT”) of Current Quarter Compared with Preceding Quarter

The Group’s PBT for the current quarter was RM0.5 million, an increase of RM1.9 million from the LBT of RM1.4 million compared with preceding quarter. The result was turned to profit position mainly due to sales of product mix variance which contributed higher gross profit margin to the Group in this quarter.

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for First Quarter Ended 31 March 2015

B3 Commentary on Prospects and Targets

For marketing and trading segment, the higher sales registered in the first quarter was due to new products such as the ISP 10 high grade protein based soya drink and the beauty stem cell product have brought new market excitement, coupled with the wellness entrepreneur packages aim to incentivize active members.

New market and export sales such as Thailand and China shall remain optimistic, it is expected that a stronger product sales demand from these markets, going forward.

For the manufacturing segment, the Group will continue its commitment in the enhancement and innovation of its products development capabilities, streamlining its product process to achieve higher efficiency.

Placing more emphasis in overseas markets and export sales, the Board of Directors believe will strengthen the Group's performance going forward.

B4. Other Operating Income

	Current Quarter 31.03.2015 RM '000	Previous Year Corresponding Quarter 31.03.2014 RM '000
Interest income	39	21
Gain on foreign exchange	379	42
Other income	293	557
	<hr/>	<hr/>
	711	620
	<hr/>	<hr/>

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for First Quarter Ended 31 March 2015

B5. Realised and Unrealised Profits

	As at 31.03.2015 RM '000	As at 31.12.2014 RM '000
Total retained profits of the group		
- Realised profits	59,379	56,461
- Unrealised profits	3,650	3,965
	<u>63,029</u>	<u>60,426</u>
Total share of retained earnings from associate company		
- Realised	(1,896)	(1,896)
Less: Consolidation adjustments	(38,298)	(35,821)
	<u>(38,298)</u>	<u>(35,821)</u>
Total retained profits as per statement of financial position	<u>22,835</u>	<u>22,709</u>

B6. Income Tax Expenses

The breakdown of tax charge for the current quarter and financial period-to-date were as follows:

	Current quarter RM '000	Period to-date RM '000
Current quarter/ period to-date	<u>(314)</u>	<u>(314)</u>

B7. Corporate Proposals

Save as disclosed below, there were no corporate proposals announced but not completed as at 22 May 2015 (the latest practicable date which is not earlier than 7 days from the date of this quarterly report).

On 15 April 2015, the Board had announced that the Company intends to seek its shareholders' approval for the following proposals at the forthcoming Annual General Meeting of the Company:

- a) Proposed Renewal of Shareholder Mandate and New Shareholder Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature; and
- b) Proposed Renewal of Authority for the Company to Purchase its Own Shares

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for First Quarter Ended 31 March 2015

B8. Group Borrowings and Debt Securities

The details of the Group borrowings (denominated in Ringgit Malaysia) as at the reporting date were as follow:

	As at 31.03.2015 RM '000
<u>Secured</u>	
Short term borrowings	22
Long term borrowings	65
	<hr/> 87 <hr/>

B9. Material Litigation

Neither the Company nor its subsidiaries are engaged in any material litigation, claims or arbitration, either as plaintiff or defendant, which has a material effect on the Group's financial position or business, and the Directors are not aware of any proceedings, pending or threatened, against the Company and/or any of its subsidiaries or of any facts likely to give rise to any proceedings which may materially and adversely affect the Group's financial position or business.

B10. Proposed Dividend

During the quarter ended 31 March 2015, the Board had declared a single tier interim dividend of RM0.003 per ordinary share, amounting to RM2,140,086 in respect of the financial year ended 31 December 2014 which has been paid on 16 April 2015.

CNI Holdings Berhad (Company No.: 181758-A)

Unaudited Financial Results of the Group for First Quarter Ended 31 March 2015

B11. Earnings Per Share

(a) Earnings per share

The basic earnings per share for the current quarter and financial period-to-date are computed as follow:

	Current quarter 31.03.2015	Period to Date 31.03.2015
Profit attributable to the equity holders of the parent (RM'000)	126	126
Weighted average number of ordinary share ('000)	713,396	713,396
Basic earnings per ordinary share (sen)	<u>0.02</u>	<u>0.02</u>

(b) Diluted earnings per share

There were no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the financial period.

B12. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2014 was unqualified.

B13. Authorised for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 28 May 2015.