



Financial Results

Form Version 8 (Enhanced)

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Submitted

Company Information

Main Market Company
New Announcement

Submitting Investment Bank/Advisor (if applicable)

Submitting Secretarial Firm (if applicable) EPSILON ADVISORY SERVICES SDN BHD

* Company name LCTH CORPORATION BERHAD
* Stock name LCTH
* Stock code 5092
* Contact person MS LEONG OI WAH
* Designation COMPANY SECRETARY
* Contact number 03-7803 1126
E-mail address mastura@epsilonas.com

Part A : To be filled by Public Listed Company

* Financial Year End 31/12/2014
* Quarter 3 Qtr
* Quarterly report for the financial period ended 30/09/2014
* The figures have not been audited

Please attach the full Quarterly Report here

[LCTH_3QFY2014 Financial Results.pdf](#)

Remarks

- DEFAULT CURRENCY
- OTHER CURRENCY

Currency Malaysian Ringgit (MYR)

Part A2 : SUMMARY OF KEY FINANCIAL INFORMATION

Summary of Key Financial Information for the financial period ended 30/09/2014

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER *	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE *	PRECEDING YEAR CORRESPONDING PERIOD
	30/09/2014 [dd/mm/yyyy] \$\$'000	30/09/2013 [dd/mm/yyyy] \$\$'000	30/09/2014 [dd/mm/yyyy] \$\$'000	30/09/2013 [dd/mm/yyyy] \$\$'000
1. Revenue	29,990	71,730	95,211	176,836
2. Profit/(loss) before tax	2,925	3,580	7,909	16,305
3. Profit/(loss) for the period	2,605	3,241	6,959	15,369
4. Profit/(loss) attributable to ordinary equity holders of the parent	2,605	3,241	6,959	15,369
5. Basic earnings/(loss) per share (Subunit)	0.72	0.90	1.93	4.27
6. Proposed/Declared dividend per share (Subunit)	0.00	0.00	0.00	0.00
	AS AT END OF CURRENT QUARTER*		AS AT PRECEDING FINANCIAL YEAR END	
7. Net assets per share attributable to ordinary equity holders of the parent (\$\$)		0.5033		0.4840

Remarks :

Definition of Subunit:

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit.
Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

Part A3 : ADDITIONAL INFORMATION

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER*	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE*	PRECEDING YEAR CORRESPONDING PERIOD
	30/09/2014	30/09/2013	30/09/2014	30/09/2013

	[dd/mm/yyyy] \$\$'000	[dd/mm/yyyy] \$\$'000	[dd/mm/yyyy] \$\$'000	[dd/mm/yyyy] \$\$'000
1. Gross interest income	846		314	2,053
2. Gross interest expense	0		2	740
Remarks :				4

Note: The above information is for the Exchange internal use only.

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LCTH CORPORATION BERHAD

(633871-A)

(Incorporated in Malaysia)

Interim Financial Statements

30 September 2014

LCTH CORPORATION BERHAD

(Incorporated in Malaysia - Company No. 633871-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For The Period Ended 30 September 2014

	Note	Individual Quarter 3 Months Ended		Cumulative-to-date 9 Months Ended	
		30.09.2014 Unaudited RM'000	30.09.2013 Unaudited RM'000	30.09.2014 Unaudited RM'000	30.09.2013 Unaudited RM'000
Revenue	B1	29,990	71,730	95,211	176,836
Cost of sales		<u>(27,231)</u>	<u>(67,834)</u>	<u>(84,311)</u>	<u>(170,386)</u>
Gross profit		2,759	3,896	10,900	6,450
Other Income		2,650	2,573	5,656	22,378
Selling and Administrative expenses		(2,290)	(3,358)	(8,184)	(11,560)
Other expenses		(130)	(22)	(391)	(1,671)
Finance costs		-	(2)	(2)	(4)
Share of results of an associate		<u>(64)</u>	<u>493</u>	<u>(70)</u>	<u>712</u>
Profit before taxation	B11	2,925	3,580	7,909	16,305
Income tax expense	B5	<u>(320)</u>	<u>(339)</u>	<u>(950)</u>	<u>(936)</u>
Profit net of tax representing total comprehensive income for the period		<u>2,605</u>	<u>3,241</u>	<u>6,959</u>	<u>15,369</u>
Total comprehensive income attributable to:					
Equity holders of the Company		<u>2,605</u>	<u>3,241</u>	<u>6,959</u>	<u>15,369</u>
Basic earnings per share (Sen)		0.72	0.90	1.93	4.27
Diluted earnings per share (Sen)		0.72	0.90	1.93	4.27
Dividend per share (sen)		-	-	-	-

This statement should be read in conjunction with the Company's audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

LCTH CORPORATION BERHAD

(Incorporated in Malaysia - Company No. 633871-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2014

	Note	As At 30.09.2014 Unaudited RM'000	As At 31.12.2013 Audited RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		37,369	22,697
Investment properties		23,020	23,411
Investments in associate		9,191	10,541
		<u>69,580</u>	<u>56,649</u>
Current assets			
Inventories		12,306	11,291
Trade receivables		26,759	23,010
Other receivables		4,192	4,996
Due from holding companies		1,777	1,460
Due from related companies		225	297
Tax recoverable		10	418
Short Term Investment		15,478	10,067
Cash and bank balances		83,956	97,813
		<u>144,703</u>	<u>149,352</u>
TOTAL ASSETS		<u>214,283</u>	<u>206,001</u>
EQUITY AND LIABILITIES			
Share capital		72,000	72,000
Share premium		97,911	97,911
ESOS reserves		250	250
Retained profit		11,030	4,071
Total equity		<u>181,191</u>	<u>174,232</u>
Non-current liabilities			
Interest bearing loans and borrowings	B7	9	42
Deferred tax liabilities		972	1,050
		<u>981</u>	<u>1,092</u>
Current liabilities			
Trade payables		17,762	10,373
Other payables		13,407	14,897
Interest bearing loans and borrowings	B7	36	36
Due to holding companies		330	4,765
Tax payable		576	606
		<u>32,111</u>	<u>30,677</u>
Total liabilities		<u>33,092</u>	<u>31,769</u>
TOTAL EQUITY AND LIABILITIES		<u>214,283</u>	<u>206,001</u>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

LCTH CORPORATION BERHAD

(Incorporated in Malaysia - Company No. 633871-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For The Period Ended 30 September 2014

	Non-distributable			Distributable	
	-----<----->----->				
	Outstanding				
	Share	Share	ESOS	Retained	Total
	capital	premium	reserves	earnings	
	RM'000	RM'000	RM'000	RM'000	RM'000
Balance at 01 January 2013	72,000	97,911	250	(11,737)	158,424
Total comprehensive income for the period	-	-	-	15,369	15,369
Balance at 30 September 2013	<u>72,000</u>	<u>97,911</u>	<u>250</u>	<u>3,632</u>	<u>173,793</u>
Balance at 01 January 2014	72,000	97,911	250	4,071	174,232
Total comprehensive income for the period	-	-	-	6,959	6,959
Balance at 30 September 2014	<u>72,000</u>	<u>97,911</u>	<u>250</u>	<u>11,030</u>	<u>181,191</u>

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This statement should be read in conjunction with the Company's audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

LCTH CORPORATION BERHAD

(Incorporated in Malaysia - Company No. 633871-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

For The Period Ended 30 September 2014

	9 Months Ended 30.09.2014 Unaudited RM'000	9 Months Ended 30.09.2013 Unaudited RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	7,909	16,305
Adjustments for :		
Depreciation and amortisation	3,184	4,340
Interest income	(2,053)	(740)
Investment income	(292)	(133)
Interest expense	2	4
Inventory written down / credited to NRV	1,033	1,277
Property, plant and equipment written off	65	49
Gain on disposal of property, plant and equipment	(1,249)	(1,601)
Gain on disposal of assets held for sale	-	(16,944)
Impairment loss on property, plant and equipment	-	1,622
Net unrealised loss/(gain) on foreign exchange	3	(191)
Provision for doubtful debt and write off of receivable	492	103
Share of results of an associate	70	(712)
Operating cash flow before working capital changes	<u>9,164</u>	<u>3,379</u>
Inventories	(2,048)	6,436
Receivables	(3,795)	(33,028)
Payables	<u>1,574</u>	<u>11,335</u>
Cash generated from/(used in) operations	4,895	(11,878)
Interest expense	(2)	(4)
Income tax (paid) / refunded	<u>(650)</u>	<u>3,634</u>
Net cash generated from/(used in) operating activities	<u>4,243</u>	<u>(8,248)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	2,053	740
Investment income	292	133
Dividend received	1,280	1,216
Placement of deposits held under lien	(801)	-
Purchase of property, plant and equipment	(17,548)	(2,012)
Proceeds from disposal of property, plant and equipment	1,267	1,770
Proceeds from disposal of asset held for sale	-	28,017
Placement of short term investment	<u>(5,411)</u>	<u>(163)</u>
Net cash (used in)/generated from investing activities	<u>(18,868)</u>	<u>29,701</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of hire purchase	<u>(33)</u>	<u>(25)</u>
Net cash generated from financing activities	<u>(33)</u>	<u>(25)</u>
Net (decrease)/increase in cash and cash equivalents	(14,658)	21,428

This statement should be read in conjunction with the Company's audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

LCTH CORPORATION BERHAD

(Incorporated in Malaysia - Company No. 633871-A)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

For The Period Ended 30 September 2014

	9 Months Ended 30.09.2014 Unaudited RM'000	9 Months Ended 30.09.2013 Unaudited RM'000
(continued from previous page)		
Net (decrease)/increase in cash and cash equivalents	(14,658)	21,428
Cash and cash equivalents at beginning of the financial period	89,893	37,877
Cash and cash equivalents at end of the financial period	<u>75,235</u>	<u>59,305</u>

Cash and Cash Equivalents at the end of the financial period comprise the following:-

Cash and bank balances	16,534	37,141
Fixed deposits with licensed banks	61,122	25,784
Repurchase agreements (REPO)	6,300	4,300
	<u>83,956</u>	<u>67,225</u>
Less: Deposits held under lien	<u>(8,721)</u>	<u>(7,920)</u>
	<u>75,235</u>	<u>59,305</u>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

LCTH CORPORATION BERHAD

(Incorporated in Malaysia - Company No. 633871-A)

NOTES TO THE INTERIM FINANCIAL STATEMENTS

A1. Corporate Information

LCTH Corporation Berhad is a public limited liability company incorporated and domiciled in Malaysia, and is listed on Bursa Malaysia Securities Berhad.

These condensed consolidated interim financial statements were approved by the Board of Directors on 13 November 2014.

A2. Basis of Preparation

This condensed consolidated interim financial statements ("Condensed Report") have been prepared in accordance with MFRS 134: Interim Financial Reporting, IAS 34: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the Group's annual audited financial statements for the year ended 31 December 2013. The explanatory notes attached to these condensed consolidated 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 year ended 31 December 2013.

A3. Significant Accounting Policies

The significant accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual financial statements for the year ended 31 December 2013 except for the adoption of the following which are applicable to its financial statements and are relevant to its operations:

(i) Adoption of standards and interpretations

Description	Effective for annual periods beginning on or after
Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to MFRS 10, MFRS 12 and MFRS 127: Investment Entities	1 January 2014
Amendments to MFRS 136: Recoverable Amount Disclosures for Non-Financial Assets	1 January 2014
Amendments to MFRS 139: Novation of Derivatives and Continuation of Hedge Accounting	1 January 2014
IC Interpretation 21 Levies	1 January 2014

The adoption of the above standards and interpretations do not have significant financial impact to the Group's consolidated financial statements of the current quarter.

LCTH CORPORATION BERHAD

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NOTES TO THE INTERIM FINANCIAL STATEMENTS

A3. Significant Accounting Policies (continued)

(ii) Standards and interpretations issued but not yet effective

At the date of authorization of these interim financial statements, the followings standards and interpretations were issued but not yet effective and have not been applied by the Group:

Description	Effective for annual periods beginning on or after
Amendments to MFRS 119: Defined Benefit Plans: Employee Contributions	1 July 2014
Annual Improvements to MFRSs 2010–2012 Cycle	1 July 2014
Annual Improvements to MFRSs 2011–2013 Cycle	1 July 2014
MFRS14: Regulatory Deferral Accounts	1 January 2016
Clarification of Acceptable Methods of Depreciation and Amortisation (Amendments to MFRS 116 and MFRS 138)	1 January 2016
Agriculture: Bearer Plants (Amendments to MFRS 116 and MFRS 141)	1 January 2016
MFRS 15: Revenue from Contracts with Customers	1 January 2017
MFRS 9 Financial Instruments (IFRS 9 issued by IASB in November 2009)	TBA
MFRS 9 Financial Instruments (IFRS 9 issued by IASB in October 2010)	TBA
MFRS 9 Financial Instruments: Hedge Accounting and amendments to MFRS 9, MFRS 7 and MFRS 139	TBA

The adoption of these standards above will have no material impact on the financial statements in the year of initial adoption except for the followings:

MFRS 9: Financial Instruments

MFRS 9 reflects the first phase of work on the replacement of MFRS 139 and applies classification and measurement of financial assets and financial liabilities as defined in MFRS 139. The standard was initially effective for annual periods beginning on or after 1 January 2013, but Amendments to MFRS 9: Mandatory Effective Date of MFRS 9 and Transition Disclosures, issued in March 2012, moved the mandatory effective date to 1 January 2015. The adoption of the first phase of MFRS 9 will have an effect on the classification and measurement of the Group's financial assets, but will not have an impact on classification and measurements of the Group's financial liabilities. The Group will quantify the effect in conjunction with the other phases, when the final standard including all phases are issued.

A4. Disclosure of Audit Report Qualification and Status of Matters Raised

The audit report of the Group's annual financial statements for the year ended 31 December 2013 did not contain any qualification.

LCTH CORPORATION BERHAD

(Incorporated in Malaysia - Company No. 633871-A)

NOTES TO THE INTERIM FINANCIAL STATEMENTS

A5. Seasonal or Cyclical Factors

The Group's operations are not significantly affected by any seasonal or cyclical factors during the year under review.

A6. 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 30 September 2014.

A7. Material Changes in Estimates

There have been no significant changes in estimates used for the preparation of the interim financial statements.

A8. Changes in Debts and Equity Securities

There were no issuances, cancellations, repurchase, resale and repayments of debt and equity securities for the current financial period to-date.

A9. Dividend Paid

No dividend was paid during the current quarter.

A10. Segmental Information

The Group operates principally in Malaysia and in the manufacture of and sub-assembly of precision plastic parts and components and fabrication of precision moulds and dies. The Group's assets and liabilities are basically in Malaysia.

The Group's operation is divided into local and export market. The local market relates to sales to customers within Malaysia who are non Licensed Manufacturing Warehouse ("LMW"). The export market relates to sales to LMW in Malaysia and overseas customers, with Hong Kong and China being the principal market segment.

	Local RM'000	Export RM'000	Eliminations RM'000	Total RM'000
9 Months Ended 30 September 2014				
Revenue:				
External customers	4,521	90,690	-	95,211
Inter-segment	4,714	-	(4,714)	-
Total	<u>9,235</u>	<u>90,690</u>	<u>(4,714)</u>	<u>95,211</u>
Segment results	<u>5,336</u>	<u>6,898</u>	<u>(4,325)</u>	<u>7,909</u>

LCTH CORPORATION BERHAD

(Incorporated in Malaysia - Company No. 633871-A)

NOTES TO THE INTERIM FINANCIAL STATEMENTS

A10. Segmental Information (continued)

	Local RM'000	Export RM'000	Eliminations RM'000	Total RM'000
9 Months Ended 30 September 2013				
Segment revenue				
Sales to external customers	84,497	92,339	-	176,836
Inter-segment sales	5,618	-	(5,618)	-
Total	<u>90,115</u>	<u>92,339</u>	<u>(5,618)</u>	<u>176,836</u>
Segment results	<u>12,291</u>	<u>8,668</u>	<u>(4,654)</u>	<u>16,305</u>

A11. Events after the reporting period

There were no material events subsequent to the end of the reporting quarter and the date of this announcement.

A12. Changes in the Composition of the Group

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

A13. Contingent Liabilities and Contingent Assets

	As at 30.09.14 RM'000	As at 31.12.13 RM'000
In relation to corporate guarantees given to banks and suppliers of subsidiaries by the Company	<u>11,478</u>	<u>10,700</u>

There were no contingent assets since the last financial year ended 31 December 2013.

A14. Capital Commitments

The amount of capital commitments not provided for in the interim financial statements are as follows:

	As at 30.09.14 RM'000	As at 30.09.13 RM'000
Approved and contracted for: Property, plant and equipment	<u>8,410</u>	<u>645</u>
Approved but not contracted for Property, plant and equipment	<u>-</u>	<u>29,185</u>

LCTH CORPORATION BERHAD

(Incorporated in Malaysia - Company No. 633871-A)

NOTES TO THE INTERIM FINANCIAL STATEMENTS

A15. Related Party Transactions

	Cumulative	
	9 Months Ended	
	30.09.14	30.09.13
	RM'000	RM'000
With Ultimate holding company*:		
Sale of finished goods	390	589
Sale of raw material, spare parts, packaging materials and handling charges	96	40
Sale / (purchase) of precision moulds and dies	4,580	(9)
Purchase of precision plastic parts and components and precision mould and dies	329	708
Purchase of property, plant and equipment	68	7
Management fees	546	1,069
	<u>546</u>	<u>1,069</u>
With related companies#:		
Sale of precision moulds and dies	-	-
Sale of raw materials	-	-
Sale / (return) of tools / spare parts	1	(123)
Purchase of property, plant and equipment	-	72
	<u>-</u>	<u>72</u>

* Ultimate holding company is Fu Yu Corporation Limited

Related companies are companies within the Fu Yu Corporation Limited group

The Directors are of the opinion that the above transactions have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

A16. Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation. There was no revaluation of property, plant and equipment for the current quarter and financial year to-date.

Acquisition and disposals:-

	Cumulative	
	9 Months Ended	
	30.09.14	30.09.13
	RM'000	RM'000
Property, Plant and Equipment acquired	17,548	2,000
Property, Plant and Equipment disposed (net book value)	18	11,000
Gain on disposal	1,249	18,545
Impairment	-	1,600

LCTH CORPORATION BERHAD

(Incorporated in Malaysia - Company No. 633871-A)

NOTES TO THE INTERIM FINANCIAL STATEMENTS

A17. Earnings Per Share

The basic and diluted earnings per share were derived as below:-

	Individual Quarter		Cumulative	
	3 months Ended		9 Months Ended	
	30.09.14	30.09.13	30.09.14	30.09.13
Profit attributable to shareholders (RM'000)	2,605	3,241	6,959	15,369
Weighted average number of ordinary shares ('000)	360,000	360,000	360,000	360,000
Basic earnings and diluted per share (Sen)	0.72	0.90	1.93	4.27

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LCTH CORPORATION BERHAD

(Incorporated in Malaysia - Company No. 633871-A)

COMPLIANCE WITH APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA

B1. Performance Review

The Group recorded a revenue of RM30.0 million and RM95.2 million for the quarter ended 30 September 2014 and 9 months ended 30 September 2014 respectively. This represents a 58.2% and 46.2% lower compared to the RM71.7 million and RM176.8 of revenue recorded in corresponding periods in year 2013. The reduction in revenue was due mainly to the change in procurement strategy of a major customer as announced in year 2013.

The Group recorded a profit before tax of RM2.9 million in the current reporting quarter, which is RM0.7 million lower than the reported RM3.6 million profit before tax in the corresponding period in year 2013. This was due mainly to the lower revenue and higher one-time cost as a result of shifting of a manufacturing plant by a subsidiary - Classic Advantage Sdn Bhd ("CASB") that took place in the reporting quarter which representing part of the right-sizing exercises of the Group. The reduction of profit before tax of RM8.4 million in the 9 months ended 30 September 2014 compared to corresponding period was due mainly to the one-time gain on disposal of assets held for sale in year 2013.

B2. Comparison with The Immediate Preceding Quarter

The Group recorded revenue of RM30.0 million for the current quarter, a reduction of 15.4% compared to RM35.5 million posted in the immediate preceding quarter, this was due mainly to lower output as a result of the shifting plant as explained in Note B1.

The Group recorded a profit before tax of RM2.9 million for the current reporting quarter, a reduction of RM0.7 million compared to RM3.6 million posted in the immediate preceding quarter, this was due mainly to the lower revenue and higher one-time cost as explained above and in the Note B1.

B3. Prospects

The recent strengthening of US Dollar against Ringgit Malaysia is expected to contribute positively to the results of the Group for the 4th quarter of the financial year ending 31 December 2014.

Barring unforeseen circumstances, the Group is optimistic in achieving more sustainable results from its focuses on continuous improvement, right sizing, development of capabilities in lean and flexible manufacturing, creating value at all functions, optimizing resources usage and targeting niche market.

LCTH CORPORATION BERHAD

(Incorporated in Malaysia - Company No. 633871-A)

COMPLIANCE WITH APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA

B4. Variance of Actual Profit from Forecast Profit

The Group did not issue any profit forecast or profit guarantee for the year.

B5. Income tax expense/(credit)

	Individual Quarter		Cumulative	
	3-month Ended		9 Months Ended	
	30.09.14	30.09.13	30.09.14	30.09.13
	RM'000	RM'000	RM'000	RM'000
Current year tax	461	339	1,063	936
Deferred tax	(106)	-	(78)	-
Over provision of prior year tax	(35)	-	(35)	-
	<u>320</u>	<u>339</u>	<u>950</u>	<u>936</u>
Statutory tax rate	25%	25%	25%	25%
Effective tax rate	11%	9%	12%	6%

Current income tax is calculated at the statutory tax rate of 25% (2013: 25%) of the estimated assessable profit for the year. The effective tax rate of the Group for the current quarter and financial year to-date was lower than the statutory income tax rate mainly due to utilization of unabsorbed tax losses.

B6. Corporate Proposals

As announced on 24th April 2013, the wholly owned subsidiary CASB intends to utilize proceeds from disposal of assets held for sale as follows:

- (i) RM15.0 million to build a building; and
- (ii) RM14.5 million to repay advances from LCTH

As at 30 September 2014, the proceeds had been utilized as follows:-

Purpose	Utilization (RM million)		Intended timeframe for utilization	Deviation		Explanation
	Proposed	Actual		Amount (RM million)	%	
Repayment of advances from LCTH	14.5	14.5	Immediate	-	-	Not applicable
Investment in factory building	15.0	15.0	1 year	-	-	Fully Utilised

LCTH CORPORATION BERHAD

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COMPLIANCE WITH APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA

B7. Borrowings and Debts Securities

The details of the Group's borrowings are as set out below:

	As At 30.09.14 RM'000	As At 31.12.13 RM'000
Long Term Borrowings		
Secured - Finance lease, in Ringgit Malaysia	9	42
Short Term Borrowings		
Secured - Finance lease, in Ringgit Malaysia	36	36
Total borrowings	<u>45</u>	<u>78</u>

B8. Material Litigation

There was no material litigation pending as at the date of this announcement.

B9. Dividends Declared

No dividend is declared for the current quarter and the comparative period.

B10. Earnings per share

The computation of Earnings per share is disclosed in note A17.

B11. Profit Before Tax

Amount (credited)/charged in arriving at profit before tax :

	3 months Ended		Cumulative 9 Months Ended	
	30.09.14 RM'000	30.09.13 RM'000	30.09.14 RM'000	30.09.13 RM'000
After charging / (crediting):-				
Interest Expense	-	2	2	4
Interest Income	(846)	(314)	(2,053)	(740)
Investment Income	(183)	(46)	(292)	(133)
Rental Income	(667)	(639)	(1,869)	(1,933)
Depreciation and amortisation of:-				
Prepaid land lease payment	61	30	116	91
Properties, Plants and Equipment	859	640	2,677	3,858
Investment Properties	130	131	391	391
Unrealised foreign exchange loss/(gain)	(731)	(40)	3	(191)
Realised foreign exchange loss/(gain)	153	(84)	203	(148)
Impairment on property, plant and equipment	-	-	-	1,622

LCTH CORPORATION BERHAD

(Incorporated in Malaysia - Company No. 633871-A)

COMPLIANCE WITH APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA

B11. Profit Before Tax (continued)

	3 months Ended		Cumulative 9 Months Ended	
	30.09.14	30.09.13	30.09.14	30.09.13
After charging / (crediting):-	RM'000	RM'000	RM'000	RM'000
Inventory written down to NRV and obsolete inventory written-off	1,033	-	1,033	1,277
Gain on disposal of properties, plants and equipment	(1,140)	(1,631)	(1,249)	(1,601)
Loss / (gain) on disposal of assets held for sale	-	396	-	(16,944)
Property, plant and equipment written off	8	22	65	49
Provision for and write off of receivable	492	64	492	103

There were no gain or loss on disposal of quoted or unquoted investments, impairment of assets, gain or loss on derivatives and exceptional items for the current quarter under review and cumulative period ended 30 September 2014.

B12. Breakdown of realised and unrealised profits or losses of the Group

	As at	
	30.09.14	31.12.13
	RM'000	RM'000
Retained earnings of the Company and its subsidiaries :		
- Realised Profit	44,358	58,653
- Unrealised Profit / (Loss)	355	(441)
	<u>44,713</u>	<u>58,212</u>
Total share of retained profits from associate :		
- Realised Profit	4,185	4,316
- Unrealised Loss	(43)	(174)
	<u>4,142</u>	<u>4,142</u>
Less: Consolidation adjustments	<u>(37,825)</u>	<u>(58,283)</u>
Retained earnings per financial statements	<u>11,030</u>	<u>4,071</u>

By Order of the Board

Company Secretary
14 November 2014