UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Note	as at 31 December 2015			
Non-current assets Property, plant and equipment Prepaid land lease payments 806			31.12.2015 Unaudited	31.12.2014 Audited
Property, plant and equipment Prepaid land lease payments Base inventory Base inventories Base inventory Base inventories Base inve	Assets	Note		333
Prepaid land lease payments 806 Base inventory 3,000 Intrangible assets 7,930 Investment in associates and joint ventures 84,469 Investment in associates 12,930 Other non-current assets 12,375 11, Other receivables 5,637 5, Deferred tax assets 2,099 3, Current assets 228,139 201. Unventories 269,602 253, Trade and other receivables 166,096 104, Other current assets 3,027 3, Tax recoverable 10,327 3, Tax recoverable 10,327 3, Tax recoverable 133,874 118, Equity and liabilities 811,065 684, Equity and liabilities 9,635 684, Equity and liabilities 9,635 10, Current liabilities 9,635 10, Equity and liabilities 9,635 10, Equity and liabilities 9,635 10,	Non-current assets			
Prepaid land lease payments 806 Base inventory 3,000 Intrangible assets 7,930 Investment in associates and joint ventures 84,469 Investment in associates 12,930 Other non-current assets 12,375 11, Other receivables 5,637 5, Deferred tax assets 2,099 3, Current assets 228,139 201. Unventories 269,602 253, Trade and other receivables 166,096 104, Other current assets 3,027 3, Tax recoverable 10,327 3, Tax recoverable 10,327 3, Tax recoverable 133,874 118, Equity and liabilities 811,065 684, Equity and liabilities 9,635 684, Equity and liabilities 9,635 10, Current liabilities 9,635 10, Equity and liabilities 9,635 10, Equity and liabilities 9,635 10,	Property plant and equipment	ı	08 803	88,465
Base inventory 3,000 3,100 Intangible assets 7,930 8,8 Investment in associates and joint ventures 84,469 71,1 Investment securities 12,930 7, Other non-current assets 12,375 11, Other receivables 5,637 5, Deferred tax assets 2,099 3, Current assets 269,602 253, Inventories 269,602 253, Trade and other receivables 166,096 104, Other current assets 3,027 3, Tax recoverable 10,327 3, Cash, bank balances and deposits 133,874 118, Total assets 811,065 684, Equity and liabilities 81,065 684, Equity and liabilities 9,635 10, Current liabilities 19 392,049 335, Trade and other payables 185 81 Current tax payable 185 10, Derivative financial instruments 10,06				839
Investment in associates and joint ventures 84,469 71, Investment securities 12,930 7, Other non-current assets 12,337 11, Other receivables 5,637 5, Deferred tax assets 2,099 3, Current assets 269,602 253, Inventories 269,602 253, Trade and other receivables 166,096 104, Other current assets 3,027 3, Tax recoverable 10,327 3, Cash, bank balances and deposits 133,874 118, 582,926 482, Total assets 811,065 684, Equity and liabilities 133,874 81, Current liabilities 134,844 81, Current tax payable 185 10,064 5, Derivative financial instruments 10,064 5, Net current assets 13,000 10, Deferred tax liabilities 1,394 1, Total liabilities 569,811 450, Net assets 241,254 234, Net assets 24				3,000
Investment securities	Intangible assets		7,930	8,868
Other non-current assets 12,375 11, Other receivables 5,637 5, Deferred tax assets 2,099 3, Current assets 2,099 3, Inventories 269,602 253, Trade and other receivables 166,096 104, Other current assets 3,027 3, Cash, bank balances and deposits 10,327 3, Cash, bank balances and deposits 811,065 684, Equity and liabilities 811,065 684, Equity and liabilities 811,065 684, Equity and liabilities 9,635 10, Current liabilities 9,635 10, Provisions 9,635 10, Borrowings 19 392,049 335, Current tax payable 185 10, Derivative financial instruments 550,417 433, Net current assets 32,509 49, Non-current liabilities 18,000 10, Provisions 18,000 1	Investment in associates and joint ventures		84,469	71,318
Other receivables 5,637 (2.099) 3, 3, 201, 228,139 Current assets Inventories 269,602 253, 201, 201, 201, 201, 201, 201, 201, 201	Investment securities		12,930	7,792
Deferred tax assets 2,099 228,139 2201,	Other non-current assets		· ·	11,458
Current assets			5,637	5,982
Current assets	Deferred tax assets		·	3,981
Inventories 269,602 253, 1734 and other receivables 166,096 104,			228,139	201,703
Trade and other receivables 166,096 104, Other current assets 3,027 3, 3,27 3, 3,27 3, 3,27 3, 3,27 3, 3,27 3, 3,27 3, 3,27 3, 3,27 3, 3,27 3, 3,27 3,2,30 482,27 482,2			000 000	252 5-5
Other current assets 3,027 3, Tax recoverable 10,327 3, Cash, bank balances and deposits 133,874 118, 582,926 482, Total assets 811,065 684, Equity and liabilities Current liabilities Provisions 9,635 10, Borrowings 19 392,049 335, Trade and other payables 185 185 Current tax payable 185 550,417 433, Net current assets 32,509 49, Non-current liabilities Provisions 18,000 10, Deferred tax liabilities 1,394 1, Borrowings - 5, Derivative financial instruments - 5, Total liabilities 569,811 450, Net assets 241,254 234,			·	253,952
Tax recoverable 10,327 3, 133,874 118, 118, 582,926 482, 482, 482, 482, 482, 482, 482, 482,			•	104,003
Cash, bank balances and deposits 133,874 582,926 118, 582,926 482, 482, 482, 482, 482, 482, 482, 482,			•	3,190 3,528
S82,926			· · · · · · · · · · · · · · · · · · ·	118,311
Equity and liabilities Current liabilities Provisions Provisions Provisions Provisions Provisions Prade and other payables Perivative financial instruments Provisions Provisions Privative financial instruments Provisions Provisio	Caon, paint palaries and appoint		· ·	482,984
Current liabilities Provisions 9,635 10, Borrowings 19 392,049 335, Trade and other payables 138,484 81, Current tax payable 185 10,064 5, Derivative financial instruments 32,509 49, Non-current liabilities 18,000 10, Provisions 1,394 1, Borrowings - 5, Derivative financial instruments - 5, Total liabilities 569,811 450, Net assets 241,254 234,	Total assets	,	811,065	684,687
Provisions 9,635 10, 392,049 335, 138,484 81, 20,049 14, 20,049 2, 2, 2, 2, 2, 2, 2, 2	Equity and liabilities			
Provisions 9,635 10, 392,049 335, 138,484 81, 20,049 14, 20,049 2, 2, 2, 2, 2, 2, 2, 2	Current liabilities			
Borrowings			9.635	10,505
Trade and other payables 138,484 81, Current tax payable 185 10,064 5, Derivative financial instruments 32,509 49, Non-current liabilities 18,000 10, Provisions 18,000 10, Deferred tax liabilities 1,394 1, Borrowings - 5, Derivative financial instruments - 5, Total liabilities 569,811 450, Net assets 241,254 234,	Borrowings	19	· ·	335,921
Derivative financial instruments 10,064 5, 550,417 433, Net current assets 32,509 49, Non-current liabilities 18,000 10, Provisions 1,394 1, Borrowings - 5, Derivative financial instruments - 5, Total liabilities 569,811 450, Net assets 241,254 234,				81,225
Section				25
Net current assets 32,509 49, Non-current liabilities 18,000 10, Provisions 1,394 1, Deferred tax liabilities 1,394 1, Borrowings - 5, Derivative financial instruments 19,394 17, Total liabilities 569,811 450, Net assets 241,254 234,	Derivative financial instruments		·	5,661
Non-current liabilities 18,000 10, Provisions 1,394 1, Deferred tax liabilities - 5, Borrowings - 5, Derivative financial instruments - 19,394 17, Total liabilities 569,811 450, Net assets 241,254 234,			550,417	433,337
Provisions 18,000 10, Deferred tax liabilities 1,394 1, Borrowings - 5, Derivative financial instruments - 19,394 17, Total liabilities 569,811 450, Net assets 241,254 234,	Net current assets		32,509	49,647
Deferred tax liabilities 1,394 1, Borrowings - 5, Derivative financial instruments - 19,394 17, Total liabilities 569,811 450, Net assets 241,254 234,	Non-current liabilities			
Borrowings	Provisions		18,000	10,350
Derivative financial instruments	Deferred tax liabilities			1,092
19,394 17, Total liabilities 569,811 450, Net assets 241,254 234,	Borrowings		-	5,208
Total liabilities 569,811 450, Net assets 241,254 234,	Derivative financial instruments		-	478
Net assets 241,254 234,			19,394	17,128
	Total liabilities		569,811	450,465
Equity attributable to owners of the Company	Net assets		241,254	234,222
	Equity attributable to owners of the Company			
Share capital 100,000 100,	Share capital		100,000	100,000
Share premium 76,372 76,	Share premium		76,372	76,372
				21,603
· · · · · · · · · · · · · · · · · · ·	Retained earnings			35,946
				233,921
	Non-controlling interests		296	301
Total Equity 241,254 234,				
	Total Equity		241,254	234,222

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT

for the year ended 31 December 2015

			Quarter		o Date →
	Note	3 months 31.12.2015 RM'000	ended 31.12.2014 RM'000	12 mont 31.12.2015 RM'000	hs ended 31.12.2014 RM'000
Revenue	5	354,649	525,444	1,464,855	1,915,179
(Loss)/Profit from operations		(1,364)	14,349	10,450	58,333
Gross interest income		779	2,766	4,713	7,156
Gross interest expense		(3,993)	(3,908)	(13,608)	(14,302)
Share of results of associates and joint ventures		195	(3,364)	1,683	(1,995)
(Loss)/Profit before exceptional items	5	(4,383)	9,843	3,238	49,192
Exceptional items	6	-	(4,200)	-	(4,200)
(Loss)/Profit before tax from continuing operations		(4,383)	5,643	3,238	44,992
Income tax expense	17	(3,039)	(6,146)	(8,038)	(22,332)
(Loss)/Profit from continuing operations net of tax	,	(7,422)	(503)	(4,800)	22,660
Discontinued operations Loss from discontinued operations, net of tax		-	-	-	(32,630)
Loss net of tax		(7,422)	(503)	(4,800)	(9,970)
Attributable to:					
Owners of the Company		(7,421)	(511)	(4,795)	(9,865)
Non-controlling interests		(1)	8	(5)	(105)
		(7,422)	(503)	(4,800)	(9,970)
(Loss)/Earnings per share attributable to owners of the Company (sen):	26				
Basic/Diluted - from continuing operations - from discontinued operations		(7.4) -	(0.5)	(4.8)	22.6 (32.5)
	•	(7.4)	(0.5)	(4.8)	(9.9)
Proposed/Declared dividend per share (sen)	28	-	-	-	
				As at end of current quarter	As at preceding financial year end
Net assets per share attributable to owners of the Company (RM)			=	2.41	2.34

The unaudited condensed consolidated income statement should be read in conjunction with the audited annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

(Tempatan 43072 -A) MALAYSIA SMELTING CORPORATION BERHAD (Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the year ended 31 December 2015

	Nata	4 th Qu 3 months 31.12.2015	s ended 31.12.2014	Year to Date 12 months ended 31.12.2015 31.12.2014			
Loss net of tax	Note	RM'000 (7,422)	RM'000 (503)	RM'000 (4,800)	RM'000 (9,970)		
Items that will not be reclassified to profit or loss: Revaluation surplus on property, plant and equipment, net Share of a joint venture's loss on remeasurement of retirement benefits obligation	- -	4,179 - 4,179	3,743 	4,179 - 4,179	3,743 (484) 3,259		
Items that may be subsequently reclassified to profit or loss: Foreign currency translation Realisation of foreign currency translation reserves to profit or loss upon sale of disposal group classified as held for sale	ı	(1,655)	8,190	12,049	13,501 4,158		
Realisation of foreign currency translation reserved to profit or loss upon sale of a subsidiary Net fair value changes on available-for-sale investment securities Net fair value changes on cash flow hedges		(2,800) 10,195	789 (2,952)	(1,868) (2,528)	3,705 598 (3,270)		
	- -	5,740	6,027	7,653	18,692		
Other comprehensive income for the period, net of tax		9,919	9,770	11,832	21,951		
Total comprehensive income for the period	=	2,497	9,267	7,032	11,981		
Total comprehensive income attributable to:							
Owners of the Company		2,498	9,259	7,037	11,153		
Non-controlling interests		(1)	8	(5)	828		
	_	2,497	9,267	7,032	11,981		

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

(Tempatan 43072 -A) MALAYSIA SMELTING CORPORATION BERHAD (Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the year ended 31 December 2015

	Attributable to owners of the Company									_	
				•	Non	- Distributable	•		→	Distributable	
	Total equity RM'000	Equity attributable to owners of the Company, total RM'000	Share capital RM'000	Share premium RM'000	Revaluation reserves RM'000	Foreign currency translation reserves RM'000	Available- for-sale ("AFS") reserves RM'000	Hedging reserves RM'000	Reserve of disposal group classified as held for sale RM'000	Retained earnings RM'000	Non-controlling interests ("NCI") RM'000
At 1 January 2015	234,222	233,921	100,000	76,372	24,666	(736)	2,259	(4,586)	-	35,946	301
Loss for the year	(4,800)	(4,795)	-	-	-	-	-	-	-	(4,795)	(5)
Other comprehensive income	11,832	11,832	-	-	4,179	12,049	(1,868)	(2,528)		-	-
Total comprehensive income	7,032	7,037	-	-	4,179	12,049	(1,868)	(2,528)	_	(4,795)	(5)
At 31 December 2015	241,254	240,958	100,000	76,372	28,845	11,313	391	(7,114)		31,151	296

(Tempatan 43072 -A) MALAYSIA SMELTING CORPORATION BERHAD (Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Cont'd)

for the year ended 31 December 2014

		Attributable to owners of the Company								_	
				+	Non	- Distributable)			Distributable	•
	Total equity RM'000	Equity attributable to owners of the Company, total RM'000	Share capital RM'000	Share premium RM'000	Revaluation reserves RM'000	Foreign currency translation reserves RM'000	AFS reserves RM'000	Hedging reserves RM'000	Reserve of disposal group classified as held for sale RM'000	Retained earnings RM'000	Non-controlling interests ("NCI") RM'000
At 1 January 2014	180,656	222,768	100,000	76,372	21,116	(14,198)	1,661	(1,316)	(6,969)	46,102	(42,112)
Loss for the year	(9,970)	(9,865)	-	-	-	-	-	-	-	(9,865)	(105)
Other comprehensive income	21,951	21,018	<u>-</u>	<u>-</u>	3,743	16,273	598	(3,270)	4,158	(484)	933
Total comprehensive income	11,981	11,153	-	-	3,743	16,273	598	(3,270)	4,158	(10,349)	828
Acquisition of a subsidiary	299	-	-	-	-	-	-	-	-	-	299
Reserve of disposal group classified as held for sale	-	-	-	-	-	(2,811)	-	-	2,811	-	-
Derecognition of NCI upon sale of disposal group classified as held for sale	41,286	-	-	-	-	-	-	-	-	-	41,286
Realisation of revaluation reserves upon sale of a subsidiary		-	-	-	(193)	-	-	-	-	193	-
At 31 December 2014	234,222	233,921	100,000	76,372	24,666	(736)	2,259	(4,586)	-	35,946	301

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

(Tempatan 43072 - A) MALAYSIA SMELTING CORPORATION BERHAD (Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 31 December 2015

To the year chaca of becomber 2015	12 months en	ded
Note	31.12.2015 RM'000	31.12.2014 RM'000
Operating activities		
Operating cash flows before changes in working capital	47,202	86,935
(Increase)/Decrease in inventories	(29,850)	21,152
Increase in receivables	(58,550)	(39,185)
Increase in payables	47,055	1,269
Decrease in amount due to holding company	-	(43)
(Increase)/Decrease in amount due from associates and joint ventures	(2,595)	48
Cash generated from operations	3,262	70,176
Income tax paid	(11,745)	(28,108)
Interest paid	(14,480)	(14,671)
Severance benefits paid	-	(5,910)
Net cash (used in)/generated from operating activities	(22,963)	21,487
Investing activities		
Interest received	4,166	7,019
Net cash outflow on acquisition of a subsidiary	-	(478)
Net cash outflow on sale of a subsidiary	-	(22)
Net cash inflow on sale of disposal group classified as held for sale	-	558
Net dividend received from associates and joint ventures	9	29,343
Payment for deferred mine exploration and evaluation expenditures	(,)	(=)
and mine properties	(1,935)	(5,049)
Payment for corporate club memberships	-	(215)
Payment for prepaid land lease payments	- (5.224)	(200)
Placement of deposits of more than three months maturity with licensed banks Proceeds from disposal of property, plant and equipment	(5,234) 12	3
Purchase of an investment security	(7,925)	-
Purchase of property, plant and equipment	(5,692)	(9,041)
-		
Net cash (used in)/generated from investing activities	(16,599)	21,918
Financing activities		
Drawdown/(Repayment) of short term trade financing and other borrowings	70,843	(9,859)
Repayment of term loans	(21,009)	(19,731)
Net cash generated from/(used in) financing activities	49,834	(29,590)
Net increase in cash and cash equivalents	10,272	13,815
Effect of changes in foreign exchange rates	(17)	46
Cash and cash equivalents as at 1 January	116,936	103,075
Cash and cash equivalents as at 31 December	127,191	116,936
	2015	2014
Cash and bank balances comprise the following at 31 December:	RM'000	RM'000
Cash and short term deposits	127,191	116,936
Deposits of more than three months maturity with licensed banks	6,683	1,375
-	133,874	118,311

The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited annual financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.