

NOTION VTEC BERHAD
Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2012
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2012 RM'000	Preceding Year Corresponding Quarter 30.09.2011 RM'000	Current Year To Date 30.09.2012 RM'000	Preceding Year To Date 30.09.2011 RM'000
Revenue	88,674	61,966	308,641	236,767
Cost of Sales	<u>(63,481)</u>	<u>(48,221)</u>	<u>(235,727)</u>	<u>(175,892)</u>
Gross Profit	25,193	13,745	72,914	60,875
Other Operating Income	2,940	5,793	11,389	10,875
Operating Expenses	<u>(7,008)</u>	<u>(4,206)</u>	<u>(24,543)</u>	<u>(17,239)</u>
Operating Profit	21,125	15,332	59,760	54,511
Derivative Gain	2,034	369	3,073	7,022
Finance Costs	<u>(1,565)</u>	<u>(912)</u>	<u>(5,228)</u>	<u>(5,725)</u>
Profit Before Taxation	21,594	14,789	57,605	55,808
Taxation	<u>(2,997)</u>	<u>(1,714)</u>	<u>(8,347)</u>	<u>(8,274)</u>
Profit After Taxation	18,597	13,075	49,258	47,534
Other Comprehensive (loss) / income:				
-currency translation differences	<u>715</u>	<u>(540)</u>	<u>(117)</u>	<u>(875)</u>
Total comprehensive income for the period	<u>19,312</u>	<u>12,535</u>	<u>49,141</u>	<u>46,659</u>
Profit after taxation attributable to:				
-Owners of the parent	18,690	13,103	49,232	47,464
-Minority Interest	<u>(93)</u>	<u>(28)</u>	<u>26</u>	<u>70</u>
	<u>18,597</u>	<u>13,075</u>	<u>49,258</u>	<u>47,534</u>
Total comprehensive income for the period attributable to:				
-Owners of the parent	19,405	12,563	49,115	46,589
-Minority Interest	<u>(93)</u>	<u>(28)</u>	<u>26</u>	<u>70</u>
	<u>19,312</u>	<u>12,535</u>	<u>49,141</u>	<u>46,659</u>
Basic Earnings Per Share (sen)	<u>7.08</u>	<u>4.85</u>	<u>18.64</u>	<u>17.56</u>
Proposed/Declared Dividend Per Share (sen)	<u>2.00</u>	<u>-</u>	<u>3.00</u>	<u>3.00</u>

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2011 and the accompanying explanatory notes attached to the interim financial statements.

NOTION VTEC BERHAD
Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2012
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at End of Current Quarter 30.09.2012 RM'000	As at Preceding Year Ended 30.09.2011 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	317,499	263,924
Current assets		
Inventories	56,538	43,959
Trade receivables	58,854	61,132
Other receivables and deposits	10,201	8,781
Tax refundable	2,672	9,299
Derivative assets	529	-
Short term deposits with licensed banks	2,365	10,884
Cash and bank balances	36,294	13,446
	<u>167,453</u>	<u>147,501</u>
Total assets	484,952	411,425
EQUITY AND LIABILITIES		
Equity		
Share Capital	135,209	77,280
Share Premium	-	25,193
Treasury Shares	(7,828)	(198)
Currency Translation Reserves	(483)	(366)
Retained Profits	176,104	166,885
Other Reserves	4,800	-
Equity attributable to owners of the Company	307,802	268,794
Minority Interests	89	1,233
Total equity	307,891	270,027
Non-current liabilities		
Long term borrowings	63,782	58,172
Deferred taxation	19,204	16,323
	<u>82,986</u>	<u>74,495</u>
Current Liabilities		
Trade payables	24,054	12,110
Other payables and accruals	30,160	20,223
Provision for taxation	-	-
Derivative liabilities	-	14
Short term borrowings	37,696	34,455
Bank overdrafts	2,165	101
	<u>94,075</u>	<u>66,903</u>
Total Liabilities	177,061	141,398
TOTAL EQUITY AND LIABILITIES	484,952	411,425
Net assets per ordinary share (RM)	1.1657	1.7400

The condensed consolidated balance sheets should be read in conjunction with the audited financial statements for the financial year ended 30 September 2011 and the accompanying explanatory notes attached to the interim financial statements.

NOTION VTEC BERHAD
Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2012
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	←-----Attributable to equity holders of the parent-----→								
	Ordinary Share Capital RM'000	Share Premium RM'000	←-----Non-distributable-----→			←Distributable→		Minority Interest RM'000	Total Equity RM'000
			Treasury Shares RM'000	Currency Translation Reserves RM'000	Other Reserves RM'000	Retained Profits RM'000	Total RM'000		
12 months ended 30 September 2012									
As at 1 October 2011	77,280	25,193	(198)	(366)	-	166,885	268,794	1,233	270,027
Issuance of ordinary shares pursuant to the bonus issue	57,929	(25,193)	-	-	-	(32,736)	-	-	-
Piecemeal acquisition of investment in a subsidiary	-	-	-	-	-	-	-	(1,170)	(1,170)
Negative goodwill arising from piecemeal acquisition of a subsidiary	-	-	-	-	-	172	172	-	172
Profit for the financial year	-	-	-	-	-	49,232	49,232	26	49,258
Other Reserves	-	-	-	-	4,800	(4,800)	-	-	-
Currency translation differences	-	-	-	(117)	-	-	(117)	-	(117)
Interim dividend in respect of the financial year ended 30.9.2012 – tax-exempt dividend of 1.0 sen per ordinary share of RM0.50 each	-	-	-	-	-	(2,649)	(2,649)	-	(2,649)
Purchase of own shares	-	-	(7,630)	-	-	-	(7,630)	-	(7,630)
As at 30 September 2012	135,209	-	(7,828)	(483)	4,800	176,104	307,802	89	307,891
12 months ended 30 September 2011									
As at 1 October 2010 -as previously stated	77,280	29,482	(4,039)	509	-	129,519	232,751	1,163	233,914
Effect of adopting FRS 139 -as restated	-	-	-	-	-	626	626	-	626
Total Comprehensive Income for the financial year	-	-	-	(875)	-	47,464	46,589	70	46,659
Interim tax-exempt dividend of 4.5 sen per ordinary share of RM 0.50 each in respect of the financial year ended 30.09.2010	-	-	-	-	-	(6,862)	(6,862)	-	(6,862)
Interim dividend in respect of the financial year ended 30.9.2011 - 2.0 sen less 25% tax per ordinary share of RM 0.50 each - tax exempt dividend of 1.0 sen per ordinary share of RM 0.50 each	-	-	-	-	-	(2,317)	(2,317)	-	(2,317)
	-	-	-	-	-	(1,545)	(1,545)	-	(1,545)
Purchase of own shares	-	-	(782)	-	-	-	(782)	-	(782)
Distribution of share dividend on the basis of 13 treasury shares for every 1,000 shares held	-	(4,623)	4,623	-	-	-	-	-	-
Reversal of expenses in respect of the Bonus Issue and transfer to Main Board in FYE 30.09.2008	-	334	-	-	-	-	334	-	334
As at 30 September 2011	77,280	25,193	(198)	(366)	-	166,885	268,794	1,233	270,027

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 September 2011 and the accompanying explanatory notes attached to the interim financial statements.

NOTION VTEC BERHAD
Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2012
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

Note	Current Year-To-Date 30.09.2012 RM'000	Preceding Year-To-Date 30.09.2011 RM'000
CASH FLOWS FROM/ (FOR) OPERATING ACTIVITIES		
Profit before taxation	57,605	55,808
Adjustments for:		
Allowance for impairment losses on trade receivables	-	18
Depreciation of property, plant and equipment	34,549	31,488
Interest expense	5,035	5,550
Plant and equipment written off	5,458	6
Inventories written off	2,518	255
Loss / (Gain) on disposal of plant and equipment	3	(220)
Unrealised foreign currency translation gain	(490)	(2,488)
Derivative (gain) / loss	(543)	640
Interest income	(240)	(306)
Expenses in connection with Bonus Issue and transfer to Main Board	-	334
Reversal of allowance for impairment losses on trade receivables	-	(235)
Reversal of inventories written down	-	(77)
Operating profit before working capital changes	103,895	90,773
Increase in inventories	(13,076)	(8,647)
Increase in trade and other receivables	(356)	(4,750)
Increase/ (Decrease) in trade and other payables	22,034	(12,315)
CASH FROM OPERATIONS	112,497	65,061
Interest paid	(4,913)	(5,550)
Tax refunded	6,967	-
Tax paid	(5,986)	(4,607)
NET CASH FROM OPERATING ACTIVITIES	108,565	54,904
CASH FLOWS (FOR) / FROM INVESTING ACTIVITIES		
Interest received	241	306
Proceeds from disposal of plant and equipment	16	1,410
Purchase of property, plant and equipment	(96,190)	(45,403)
Investment in a subsidiary	(1,000)	-
NET CASH FOR INVESTING ACTIVITIES	(96,933)	(43,687)
CASH FLOWS (FOR) / FROM FINANCING ACTIVITIES		
Dividends paid	(2,649)	(10,724)
Drawdown from hire-purchase and lease obligations	14,534	2,376
Repayment of hire-purchase and lease obligations	(17,356)	(15,739)
Drawdown of term loan	26,211	17,374
Repayment of term loan	(12,757)	(11,530)
Drawdown of bank borrowings	32,202	15,171
Repayment of bank borrowings	(33,474)	(17,843)
Buy-back of shares	(7,630)	(782)
NET CASH FLOWS FOR FINANCING ACTIVITIES	(919)	(21,697)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	10,713	(10,480)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	24,229	35,259
Currency translation differences – subsidiaries	1,552	(550)
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	36,494	24,229

Note (A)

Cash and cash equivalents at the end of the financial period comprise the following:

Short term deposits with licensed banks	2,365	2,264
Cash and bank balances	36,294	22,066
Bank overdrafts	(2,165)	(101)
	36,494	24,229

The condensed consolidated cash flow statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2011 and the accompanying explanatory notes attached to the interim financial statements.

NOTION VTEC BERHAD**Company No: - 637546-D****UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2012****NOTES TO THE QUARTERLY FINANCIAL REPORT****A1. BASIS OF PREPARATION**

The interim financial statements are unaudited and have been prepared in accordance with FRS 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

These explanatory notes to the 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 Company and its subsidiaries ("The Group"). This interim financial report should be read in conjunction with the Group's annual audited financial report for the financial year ended ("FYE") 30 September 2011.

The accounting policies and methods of computations adopted in these interim financial statements are consistent with those adopted in the financial statements for the FYE 30 September 2011.

A2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements of the Group for the FYE 30 September 2011 was not subject to any qualification.

A3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The results of the Group were not materially affected by any significant seasonal or cyclical factors during the quarter under review.

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 under review.

A5. MATERIAL CHANGES IN ESTIMATES

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

A6. CHANGES IN DEBT AND EQUITY SECURITIES

There were no issuances, cancellations, repurchase, resale and repayments of debts and equity securities saved for that disclosed in Note B6.

As at 30 September 2012, the Company held 6,364,548 repurchased shares as treasury shares out of its total issued and paid up share capital of 270,418,065 ordinary shares of RM 0.50 each. The treasury shares are held at a carrying amount of RM 7,828,269.

A7. DIVIDEND PAID

On 19 September 2012, the Company paid an interim tax-exempt dividend of 1.0 sen per ordinary share of RM 0.50 each amounting to RM 2,649,335 in respect of the financial year ended 30 September 2012.

A8. SEGMENTAL INFORMATION

The Group is primarily engaged in three business segment which is in the design and volume production of high precision metal manufacturing of hard disk drive ("HDD"), camera and automotive industries' components. Breakdown of segmental revenue and product mix is found in Note B2.

The Group's operations are conducted in Malaysia and Thailand.

A9. VALUATION OF ASSETS

There was no revaluation of property, plant and equipment for the quarter under review.

A10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE QUARTER

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

NOTION VTEC BERHAD

Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2012

NOTES TO THE QUARTERLY FINANCIAL REPORT (continued)

A11. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the current quarter under review.

A12. CONTINGENT LIABILITIES

- a) The Company has provided corporate guarantees for hire purchase facilities granted to subsidiaries for total amount of RM 131,562,020. As at 30 September 2012, the outstanding hire purchase balance stood at RM 33,553,845.
- b) The Group has also provided corporate guarantees for bank facilities granted for a total amount of RM 280,788,839. As at 30 September 2012, the utilisation of the bank facilities stood at RM 70,088,818.

On 10 December 2010, NVB has been served with a Writ and Statement of Claim dated 1 November 2010 and 26 October 2010 respectively from solicitors acting for Foo Kee Pak, Yong Kim Seng and Woi See Khoon (hereinafter collectively referred to as the "Plaintiffs") for alleged breach by NVB of the Share Sale Agreement dated 10 December 2009 entered into by NVB and the Plaintiffs in connection with the disposal of 350,000 ordinary shares of RM1.00 each in Swiss Impression Sdn Bhd ("SISB"), a subsidiary of NVB, to the Plaintiffs.

The Plaintiffs are seeking for, inter alia, a declaration that NVB had breached the Share Sale Agreement dated 10 December 2009, damages of RM 4,500,000, general damages, punitive damages, interests, costs and such further relief and/or other relief as deemed fit and just.

Based on legal advice, the directors are of the opinion that the claim has no merits. Accordingly, no provision has been made in respect of the claim in the financial statements.

The Company has filed a counter-claim against the Plaintiffs for losses that have been caused to the Company, secret profits or benefits made by the Plaintiffs, and other related losses suffered by the Company.

A13. CAPITAL COMMITMENTS

	As at End of Preceding Quarter 30.09.2012 RM'000	As at End of Preceding Quarter 30.06.2012 RM'000
Approved and contracted for:		
-purchase of property, plant and equipment	<u>13,620</u>	<u>42,615</u>

A14. SIGNIFICANT RELATED PARTY TRANSACTIONS

The Directors of Notion are of the opinion that there is no related party transaction which would have a material impact on the financial position and the business of the Group during the financial quarter.

NOTION VTEC BERHAD

Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2012

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. GROUP PERFORMANCE REVIEW

The Group recorded revenue and profit after taxation ("PAT") of approximately RM 88.7 million and RM 18.6 million respectively for the quarter ended 30 September 2012. Refer Notes B2 and B3 below for a detailed review of the Group's performance.

B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

Financials:

For 4Q of FY2012, the Group recorded revenue of RM 88.7 million (3QFY2012: RM 95.8 million) and PAT of RM 18.6 million (3QFY2012: RM 19.8 million) and earnings per share of 7.08 sen (3QFY2012: 7.35 sen). In the current quarter under review, revenue was 7% lower than previous quarter due mainly to lower shipment of orders across the board as customers had fully recovered to their pre-flood inventory levels and foresee a slowdown in sales in the coming two quarters. The EBITDA for Q4 of FY2012 was RM 32.6 million compared to RM 34.0 million recorded in 3QFY2012.

For the 12 months year-to-date revenue is RM 308.6 million and PAT is RM 49.3 million as compared to the preceding year revenue of RM 236.8 million and PAT of RM 47.5 million. The current year EBITDA of RM 97.2 million is marginally higher than the preceding year of RM 92.8 million. The better performance was mainly attributable to the higher orders in the last two quarters by our customers in their recovery process from the flood sustained in October 2011.

Product mix:

In Q4FY2012, HDD parts revenue recorded RM 26.0 million (Q3FY2012: RM 36.6 million), camera parts recorded RM 50.6 million (Q3FY2012: RM 47.2 million) whilst the industrial/automotive revenue was at RM 12.3 million (Q3FY2012: RM 12.0 million). The product mix for Q4FY2012 was HDD: Camera: Industrial/Automotive of 29%: 57%: 14% compared to previous quarter's mix of 38%: 49%: 13%.

B3. PROSPECTS FOR THE CURRENT FINANCIAL YEAR

Business Review and Outlook

The September Quarter was a watershed financial quarter from increasing orders to a sharply down turn in orders starting the month of September the signs of deteriorating economic environment began to show.

For the camera segment, the possible reasons for the continuing weakness are:-

- 1) The general lack of consumer spending confidence in the Euro zone, Brazil, Russia, India and China (BRIC) countries;
- 2) The anti-Japanese sentiments in China are affecting the sales of Japanese goods due to the dispute over an island; and
- 3) Even with the usual year end Christmas spending, sales are expected to be muted due to the lack of demand.

For the hard disk segment, the industry is undergoing a cyclical downturn after a short lived post flood recovery due to slow sales of PC and notebooks with the tablets and smart phone sector taking its toll on the HDD sector. We expect a turnaround only in the second half of the financial year.

Meanwhile considering a loss making Q1FY12 the Group's increased in revenue and profitability year on year is a reflection of both post flood orders as well as contribution from the employees and staff. We will be declaring a final dividend of 2 sen per share subject to shareholders approval and making it a total of 3 sen per share for the year.

B4. PROFIT FORECAST, PROFIT GUARANTEE AND INTERNAL TARGETS

The Group did not issue any profit guarantee and profit forecast during the current financial period to date.

NOTION VTEC BERHAD
Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2012

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B5. TAXATION

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To Date	To Date
	30.09.2012	30.09.2011	30.09.2012	30.09.2011
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Company and Subsidiaries				
Taxation	1,355	(162)	5,466	4,197
Deferred taxation	1,642	1,876	2,881	4,077
	<u>2,997</u>	<u>1,714</u>	<u>8,347</u>	<u>8,274</u>

The effective tax rate of approximately 14.5% was lower than the statutory tax rate of 25% was mainly due to the benefits from unutilised reinvestment allowances brought forward.

B6. STATUS OF CORPORATE PROPOSALS

There are no other corporate proposals announced save for the following which was completed during the quarter under review:

As announced on 17 January 2012, an amount of RM 23.60 million (arising from the private placement which was completed on 18 January 2010 and allocated towards capital expenditure for the Company's new operations in Thailand) has yet to be fully utilised for its intended purposes. The delay in the utilisation was due to the major flood that hit the factory and the adjacent areas which caused industries such as semiconductor, automotive and hard disk drive sectors to suffer production stoppage.

As of date of report, the amount of RM 33.78 million raised from the private placement has been fully utilised. The construction of the annex factory (costing approximately RM 8.0 million) has been completed and is ready for use by end of year 2012.

B7. BORROWINGS AND DEBTS SECURITIES

The Group's borrowings as at 30 September 2012 are as follows:

	<u>RM'000</u>
Long-term	
Secured	
Hire purchase and lease payables	17,182
Term loan	<u>46,600</u>
	<u>63,782</u>
Short-term	
Secured	
Portion of hire purchase and lease payables due within one year	16,372
Portion of term loan due within one year	17,126
Unsecured	
Bank overdraft	2,165
Other short term borrowings	<u>4,198</u>
	<u>39,861</u>
	<u>103,643</u>

The hire purchase and lease payables and term loan are secured by legal charges over certain property, plant and equipment belonging to certain subsidiaries of the Company.

NOTION VTEC BERHAD
Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2012

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B8. RETAINED PROFITS

The breakdown of the realised and unrealised profit/ (losses) as at the end of the reporting period is as follows:

	As at End of Current Quarter 30.09.2012 RM'000	As at Preceding Year Quarter 30.09.2011 RM'000
Total retained profits:		
-realised	195,176	180,734
-unrealised	<u>(19,072)</u>	<u>(13,849)</u>
	<u>176,104</u>	<u>166,885</u>

B9. NOTES TO THE CONDENSED CONSOLIDATED INCOME STATEMENT

PAT is arrived at after charging / (crediting) the following items:

	Current Year Quarter 30.09.2012 RM'000	Current Year To Date 30.09.2012 RM'000
a) Interest income	(46)	(240)
b) Other income	(1,940)	(7,995)
c) Interest expense	1,496	5,035
d) Depreciation and amortisation	9,487	34,549
e) Provision for doubtful debts	-	-
f) Bad debts written off	-	-
g) Inventories written off	-	-
h) Loss on disposal of plant and equipment	-	3
i) Impairment of assets	-	-
j) Foreign exchange loss / (gain)	(953)	(3,153)
k) Gain from derivatives (please refer to Note B10)	2,034	3,073
l) Loss arising from flood	-	2,171

B10. DERIVATIVE GAIN / (LOSS)

Derivative gain consists of realised gain on settlement of hedging contracts during the quarter and fair value changes due to movement in mark-to-market (MTM) position on non-designated hedging contracts at 30 September 2012 which comprised the following:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2012 RM'000	Preceding Year Corresponding Quarter 30.09.2011 RM'000	Current Year To Date 30.09.2012 RM'000	Preceding Year To Date 30.09.2011 RM'000
Gain from foreign currency hedging contracts:				
-settlement of hedging contracts	1,505	1,641	3,753	7,709
-fair value changes due to movement in MTM position on non-designated hedging contracts	<u>529</u>	<u>(453)</u>	<u>(228)</u>	<u>132</u>
	<u>2,034</u>	<u>1,188</u>	<u>3,525</u>	<u>7,841</u>
Gain / (Loss) from commodity hedging contracts:				
-settlement of hedging contracts	-	(47)	(1,224)	(47)
-fair value changes due to movement in MTM position on non-designated hedging contracts	<u>-</u>	<u>(772)</u>	<u>772</u>	<u>(772)</u>
	<u>-</u>	<u>(819)</u>	<u>(452)</u>	<u>(819)</u>
Net Gain from derivative contracts:	<u>2,034</u>	<u>369</u>	<u>3,073</u>	<u>7,022</u>

NOTION VTEC BERHAD
Company No: - 637546-D

UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2012

ADDITIONAL INFORMATION REQUIRED BY LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B11. DERIVATIVE FINANCIAL INSTRUMENTS

Type of derivatives	Notional Value as at 30/09/2012 <u>RM'000</u>	Fair Value as at 30/09/2012 Assets / (Liabilities) <u>RM'000</u>
Foreign Currency Hedging Contracts		
-Less than 1 year	238,776	529
-1 year to 2 years	<u>214,528</u>	-
	<u>453,304</u>	<u>529</u>
Commodity Hedging Contract		
-Less than 1 year	-	-
TOTAL	<u><u>453,304</u></u>	<u><u>529</u></u>

The foreign currency contracts were entered into as hedges for sales denominated in US Dollars and Euro to limit the exposure to potential changes in foreign exchange rates with respect to the subsidiary company's foreign currencies denominated estimated receipts. The commodity derivative contract was entered into as hedges for purchases of aluminium to limit the exposure to potential fluctuation in prices.

There is minimal credit risk as the contracts were entered into with reputable banks.

B12. MATERIAL LITIGATION

Saved as disclosed in Note A13, there were no material litigations that might adversely and materially affect the position of the Group as at date of this report.

B13. DIVIDENDS PER SHARE

The Board has on 19 November 2012, proposed a final tax-exempt dividend of 2.0 sen per ordinary share in respect of the financial year ended 30 September 2012 for approval by shareholders at the forthcoming Annual General Meeting (4QFY2011:Nil).

B14. EARNINGS PER SHARE

The earnings per share were calculated by dividing profit attributable to the owners of the Company by the number of ordinary shares in issue (excluding the treasury shares held by the Company).

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.09.2012 <u>(Unaudited)</u>	Preceding Year Corresponding Quarter 30.09.2011 <u>(Unaudited)</u>	Current Year To Date 30.09.2012 <u>(Unaudited)</u>	Preceding Year To Date 30.09.2011 <u>(Unaudited)</u>
Profit attributable to owners of the Company (RM'000)	18,690	13,103	49,232	47,464
Number of ordinary shares in issue (excluding the treasury shares held by the Company) ('000)	264,053	270,333	264,053	270,333
Basic earnings per share (sen) *	<u>7.08</u>	<u>4.85</u>	<u>18.64</u>	<u>17.56</u>

Note:-

*EPS is calculated based on enlarged share capital after bonus issue.

AUTHORISATION FOR ISSUE

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 19 November 2012.

By Order of the Board

Petaling Jaya
 19 November 2012