

**NOTION VTEC BERHAD**  
**Company No: - 637546-D**

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2013**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2013 RM'000	Preceding Year Corresponding Quarter 30.06.2012 RM'000	Current Year To Date 30.06.2013 RM'000	Preceding Year To Date 30.06.2012 RM'000
Revenue	62,156	95,829	162,137	219,967
Cost of Sales	<u>(48,562)</u>	<u>(73,004)</u>	<u>(134,547)</u>	<u>(172,246)</u>
Gross Profit	13,594	22,825	27,590	47,721
Other Operating Income	39,245	4,131	42,768	8,449
Operating Expenses	<u>(6,688)</u>	<u>(2,092)</u>	<u>(43,070)</u>	<u>(17,535)</u>
Operating Profit	46,151	24,864	27,288	38,635
Derivative gain	670	393	3,744	1,039
Finance Costs	<u>(1,498)</u>	<u>(1,235)</u>	<u>(4,518)</u>	<u>(3,663)</u>
Profit before Taxation	45,323	24,022	26,514	36,011
Taxation	<u>(5,190)</u>	<u>(4,186)</u>	<u>(6,722)</u>	<u>(5,350)</u>
Profit after Taxation	40,133	19,836	19,792	30,661
Other Comprehensive (loss) / income:				
-currency translation differences	<u>(486)</u>	<u>136</u>	<u>414</u>	<u>(832)</u>
Total comprehensive income for the period	<u>39,647</u>	<u>19,972</u>	<u>20,206</u>	<u>29,829</u>
Profit after taxation attributable to:				
-Owners of the Company	40,133	19,836	19,792	30,542
-Non-controlling Interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>119</u>
	<u>40,133</u>	<u>19,836</u>	<u>19,792</u>	<u>30,661</u>
Total comprehensive income for the period attributable to:				
-Owners of the Company	39,647	19,972	20,206	29,710
-Non-controlling Interests	<u>-</u>	<u>-</u>	<u>-</u>	<u>119</u>
	<u>39,647</u>	<u>19,972</u>	<u>20,206</u>	<u>29,829</u>
Basic Earnings per Share (sen)	<u>14.96</u>	<u>7.35</u>	<u>7.38</u>	<u>11.31</u>
Proposed/Declared Dividend per Share (sen)	<u>-</u>	<u>1.00</u>	<u>-</u>	<u>1.00</u>

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2012 and the accompanying explanatory notes attached to the interim financial statements.

**NOTION VTEC BERHAD**  
**Company No: - 637546-D**

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2013**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As at End of Current Quarter 30.06.2013 RM'000	As at Preceding Year Ended 30.09.2012 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	304,005	319,810
<b>Current assets</b>		
Inventories	60,112	56,231
Trade receivables	51,436	57,926
Other receivables and deposits	45,834	8,288
Tax refundable	2,299	3,626
Derivative assets	-	530
Short term deposits with licensed banks	2,362	2,360
Cash and bank balances	<u>30,416</u>	<u>36,651</u>
	<u>192,459</u>	<u>165,612</u>
<b>Total assets</b>	<u>496,464</u>	<u>485,422</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share Capital	135,209	135,209
Share Premium	-	-
Treasury Shares	(2,243)	(7,828)
Currency Translation Reserves	(2,024)	(2,438)
Retained Profits	181,759	176,135
Other Capital Reserve	<u>4,800</u>	<u>4,800</u>
<b>Equity attributable to owners of the Company</b>	<u>317,501</u>	<u>305,878</u>
Non-controlling Interests	-	48
<b>Total equity</b>	<u>317,501</u>	<u>305,926</u>
<b>Non-current liabilities</b>		
Long term borrowings	60,190	64,113
Deferred taxation	<u>19,026</u>	<u>19,736</u>
	<u>79,216</u>	<u>83,849</u>
<b>Current Liabilities</b>		
Trade payables	19,480	27,066
Other payables and accruals	29,801	29,051
Provision for taxation	3,687	-
Derivative liabilities	138	-
Short term borrowings	44,896	37,365
Bank overdrafts	<u>1,745</u>	<u>2,165</u>
	<u>99,747</u>	<u>95,647</u>
<b>Total Liabilities</b>	<u>178,963</u>	<u>179,496</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>496,464</u>	<u>485,422</u>
Net assets per ordinary share (RM)	<u>1.1835</u>	<u>1.1584</u>

The condensed consolidated balance sheets should be read in conjunction with the audited financial statements for the financial year ended 30 September 2012 and the accompanying explanatory notes attached to the interim financial statements.

**NOTION VTEC BERHAD**  
**Company No: - 637546-D**  
**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2013**  
**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→		Non- Controlling Interests RM'000	Total Equity RM'000
			Treasury Shares RM'000	Currency Translation Reserves RM'000	Other Capital Reserve RM'000	Retained Profits RM'000	Total RM'000		
<b>9 months ended 30 June 2013</b>									
As at 1 October 2012	135,209	*	(7,828)	(2,438)	4,800	176,135	305,878	48	305,926
Acquisition of shares from non-controlling interests	-	-	-	-	-	(202)	(202)	(48)	(250)
Profit for the financial period	-	-	-	-	-	19,792	19,792	-	19,792
Currency translation differences	-	-	-	414	-	-	414	-	414
Purchase of own shares	-	-	(3,100)	-	-	-	(3,100)	-	(3,100)
Final tax-exempt dividend of 2.0 sen per ordinary share of RM 0.50 each in respect of the financial year ended 30.09.012	-	-	-	-	-	(5,279)	(5,279)	-	(5,279)
Distribution of share dividend on the basis of 32 treasury shares for every 1,000 shares held	-	-	8,686	-	-	(8,686)	-	-	-
As at 30 June 2013	135,209	*	(2,242)	(2,024)	4,800	181,760	317,503	-	317,503

\*denotes RM 57.50

**9 months ended 30 June 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 period	-	-	-	-	-	30,542	30,542	119	30,661
Currency translation differences	-	-	-	(832)	-	-	(832)	-	(832)
Purchase of own shares	-	-	(471)	-	-	-	(471)	-	(471)
As at 30 June 2012	135,209	-	(669)	(1,198)	-	164,863	298,205	182	298,387

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 2012 and the accompanying explanatory notes attached to the interim financial statements.

**NOTION VTEC BERHAD**  
**Company No: - 637546-D**

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2013**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW**

	Current Year-To-Date 30.06.2013 <u>RM'000</u>	Preceding Year-To-Date 30.06.2012 <u>RM'000</u>
CASH FLOWS FROM/ (FOR) OPERATING ACTIVITIES		
Profit before taxation	26,514	36,011
Adjustments for:		
Depreciation of property, plant and equipment	29,865	25,062
Interest expense	4,386	3,539
Plant and equipment written off	12,715	5,458
Inventories written off	8,258	2,518
Insurance claim receivable	(35,779)	(5,805)
(Gain)/ Loss on disposal of plant and equipment	(1)	3
Unrealised foreign currency translation gain	(1,704)	(356)
Derivative loss/ (gain)	668	(14)
Interest income	(149)	(194)
Operating profit before working capital changes	44,773	66,222
Increase in inventories	(12,136)	(2,926)
Increase in trade and other receivables	7,218	(10,905)
Increase/ (Decrease) in trade and other payables	(12,407)	15,993
CASH FROM OPERATIONS	27,448	68,384
Interest paid	(4,386)	(3,539)
Tax refunded	2,134	6,967
Tax paid	(4,599)	(3,656)
NET CASH FROM OPERATING ACTIVITIES	20,597	68,156
CASH FLOWS (FOR)/ FROM INVESTING ACTIVITIES		
Interest received	149	194
Proceeds from disposal of plant and equipment	18	16
Purchase of property, plant and equipment	(24,530)	(59,477)
Investment in a subsidiary	(250)	(1,000)
NET CASH FOR INVESTING ACTIVITIES	(24,613)	(60,267)
CASH FLOWS (FOR)/ FROM FINANCING ACTIVITIES		
Dividend paid	(5,279)	-
Drawdown from hire-purchase and lease obligations	5,597	7,059
Repayment of hire-purchase and lease obligations	(14,068)	(8,129)
Drawdown of term loan	18,231	18,309
Repayment of term loan	(14,599)	(9,867)
Drawdown of bank borrowings	38,079	19,816
Repayment of bank borrowings	(30,160)	(21,099)
Buy-back of shares	(3,100)	(471)
NET CASH FLOWS (FOR)/ FROM FINANCING ACTIVITIES	(5,299)	5,618
NET (DECREASE)/ INCREASE IN CASH AND CASH EQUIVALENTS	(9,315)	13,507
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	36,504	24,229
Currency translation differences – subsidiaries	3,782	(290)
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	<u>30,971</u>	<u>37,446</u>

**Note (A)**

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

Short term deposits with licensed banks	2,362	5,780
Cash and bank balances	30,353	33,746
Bank overdrafts	(1,744)	(2,080)
	<u>30,971</u>	<u>37,446</u>

The condensed consolidated cash flow statements should be read in conjunction with the audited financial statements for the financial year ended 30 September 2012 and the accompanying explanatory notes attached to the interim financial statements.

**NOTION VTEC BERHAD****Company No: - 637546-D****UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2013****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 2012.

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 2012.

**A2. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report on the financial statements of the Group for the FYE 30 September 2012 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 except for the damage to the plant, property, equipment and inventories caused by the fire incident at our factory on 31 December 2012. The write off and provision for repairs amounted to RM 24.9 million have been taken up in the profit and loss account in Q12013. The insurance claim offered by the insurer vide their letter dated 12 August 2013 on the fire damage to building, stock and machinery totalling RM 35.8 million has been accrued in the current 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, repurchases, resale and repayments of debts and equity securities during the quarter under review.

On 20 June 2013, the Company distributed a share dividend on the basis of 32 treasury shares for every 1,000 ordinary shares of RM 0.50 each held. As at 30 June 2013, the Company held 2,147,273 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 2,242,504.

**A7. DIVIDEND PAID**

On 16 April 2013, the Company paid a final tax exempt dividend of 2.0 sen per ordinary share of RM 0.50 each amounting to RM 5,279,070 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.

**NOTION VTEC BERHAD**

Company No: - 637546-D

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2013****NOTES TO THE QUARTERLY FINANCIAL REPORT (continued)****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.

**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 127,874,651. As at 30 June 2013, the outstanding hire purchase balance stood at RM 24,964,518.
- b) The Group has also provided corporate guarantees for bank facilities granted for a total amount of RM 278,288,839. As at 30 June 2013, the utilisation of the bank facilities stood at RM 80,121,634.

**A13. CAPITAL COMMITMENTS**

	<b>As at End of Current Quarter 30.06.2013 RM'000</b>	<b>As at End of Preceding Quarter 31.03.2013 RM'000</b>	<b>As at End of Preceding Quarter 31.12.2012 RM'000</b>
Approved and contracted for:			
-purchase of property, plant and equipment	<u>6,023</u>	<u>3,626</u>	<u>4,424</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 PERIOD ENDED 30 JUNE 2013

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 RM 62.2 million and RM 40.1 million respectively for the quarter ended 30 June 2013. Refer Notes B2 and B3 below for a detailed review of the Group's performance.

#### B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

##### Financials:

For Q3 of FY2013, the Group recorded revenue of RM 62.2 million (Q2FY2013: RM 50.8 million) and profit after tax of RM 40.1 million (Q2FY2013: RM 2.4 million) and earnings per share of 14.9 sen (Q2FY2013: 0.9 sen). In the current quarter under review, revenue was 22% higher compared to the previous quarter mainly due to the recovery of orders from major customers and back to normal operations in June with the restoration of the fire damaged section of the factory.

The fire incident on 31 December 2012, at a section of our main factory located at Lot 6123, Klang resulted in asset loss with total book carrying value of about RM 24.9 million consisting of damage to machineries and equipment (RM 12.7 million), inventory (RM 8.3 million) and building and fixtures (RM 3.9 million). The Group has Industrial All Risks and Business Interruption Insurance Policy coverage. The insurance claim amount for material damage of RM 35.8 million has been offered by the insurer vide their letter dated 12 August 2013. The claim has been accrued in the current quarter results giving rise to cumulative exceptional gain of RM 8.2 million (net of tax of RM 2.8 million). The claim on the Business Interruption Policy or Consequential Loss is in progress and is estimated to be completed by end of 2013.

Excluding the exceptional loss due to the fire, the PAT for Q2FY2013 and Q1FY2013 would have been RM 2.4 million and RM 2.2 million respectively compared to RM 7.0 million recorded for Q3FY2013. The EBITDA for Q3FY2013 was RM 20.9 million (Q2FY2013: RM 14.9 million). The increase in profit is mainly due to the higher revenue compared to the preceding quarter.

##### Product mix:

In Q3FY2013, HDD parts revenue recorded RM 20.9 million (Q2FY2013: RM 19.9 million), camera parts recorded RM 30.4 million (Q2FY2013: RM 20.7 million) whilst the industrial/ automotive revenue was at RM 10.8 million (Q2FY2013: RM 10.2 million). The product mix for Q3FY2013 was HDD: Camera: Industrial/Automotive of 34%: 49%: 17% compared to previous quarter's mix of 39%: 41%: 20%.

#### B3. PROSPECTS FOR THE CURRENT FINANCIAL YEAR

##### Business Review and Outlook

For Q3 FY2013 the Camera segment recovered significantly compared to previous quarter and the spill over will continue into Q4 FY2013 showing good recovery.

Both HDD and Auto/Industrial segments were stable but expected to increase in Q4 with reasonable growth.

Although capacity utilisation is averaging 75% we expect these to be filled with increased orders from existing and new customers in the quarters to come.

The fire insurance claim on material loss has been finalised with a final and full settlement offer by the insurer of RM 35.8 million while the claim on the Business Interruption Insurance Policy is being processed and expected to be determined before end of 2013.

The Board expects sustainable profitability for the remainder of the current financial year.

**NOTION VTEC BERHAD**  
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**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2013**

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

**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.

**B5. TAXATION**

Company and Subsidiaries	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To Date	To Date
	30.06.2013	30.06.2012	30.06.2013	30.06.2012
	RM'000	RM'000	RM'000	RM'000
Taxation				
- Current	5,275	2,251	6,997	4,111
- Underprovision in the previous financial year	85	-	435	-
Deferred taxation	(170)	1,935	(710)	1,239
	<u>5,190</u>	<u>4,186</u>	<u>6,722</u>	<u>5,350</u>

The effective tax rate of approximately 25.4% was higher than the statutory tax rate of 25% was mainly due to depreciation of non-qualifying assets and expenses disallowed for tax purposes.

**B6. STATUS OF CORPORATE PROPOSALS**

There are no other corporate proposals announced but pending completion as at date of this report.

**B7. BORROWINGS AND DEBTS SECURITIES**

The Group's borrowings as at 30 June 2013 are as follows:

	<u>RM'000</u>
<b>Long-term</b>	
Secured	
Hire purchase and lease payables	13,888
Term loan	<u>46,302</u>
	<u>60,190</u>
<b>Short-term</b>	
Secured	
Portion of hire purchase and lease payables due within one year	11,076
Portion of term loan due within one year	21,703
Unsecured	
Bank overdraft	1,745
Other short term borrowings	<u>12,117</u>
	<u>46,641</u>
	<u>106,831</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.

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**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2013**

**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:

	<b>As at End of Current Quarter 30.06.2013 RM'000</b>	<b>As at Preceding Year Quarter 30.06.2012 RM'000</b>
Total retained profits:		
-realised	199,253	182,671
-unrealised	<u>(17,494)</u>	<u>(17,808)</u>
	<u>181,759</u>	<u>164,863</u>

**B9. NOTES TO THE CONDENSED CONSOLIDATED INCOME STATEMENT**

Profit/ (loss) after taxation is arrived at after charging / (crediting) the following items:

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Year Quarter 30.06.2013 RM'000</b>	<b>Preceding Year Corresponding Quarter 30.06.2012 RM'000</b>	<b>Current Year To Date 30.06.2013 RM'000</b>	<b>Preceding Year To Date 30.06.2012 RM'000</b>
a) Interest income	(57)	(52)	(149)	(194)
b) Other income	(1,620)	(3,933)	(3,486)	(6,055)
c) Interest expense	1,542	1,194	4,386	3,539
d) Depreciation and amortisation	9,956	8,765	29,865	25,062
e) Provision for doubtful debts	-	-	-	-
f) Bad debts written off	-	-	-	-
g) (Gain)/ Loss on disposal of plant and equipment	-	-	(1)	3
h) Impairment of assets	-	-	-	-
i) Foreign exchange (gain)	(1,592)	(1,096)	(3,151)	(2,200)
j) (Gain) from derivatives (please refer to Note B10)	(670)	(393)	(3,744)	(1,039)
k) Plant and equipment written off	-	3	12,715	5,458
l) Inventories written off	-	190	8,258	2,518
m) Cost of repair of damaged plant	-	-	3,959	-
n) Over provision of repair of plant	-	(4,006)	-	-
o) Insurance claim	(35,779)	507	(35,779)	(5,805)

**NOTION VTEC BERHAD**  
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**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2013**

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

**B10. DERIVATIVE GAIN**

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 June 2013 which comprised the following:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30.06.2013 RM'000	Preceding Year Corresponding Quarter 30.06.2012 RM'000	Current Year To Date 30.06.2013 RM'000	Preceding Year To Date 30.06.2012 RM'000
Gain / (loss) from foreign currency hedging contracts:				
-settlement of hedging contracts	1,208	1,252	4,412	2,248
-fair value changes due to movement in MTM position on non-designated hedging contracts	(538)	(757)	(668)	(757)
	<u>670</u>	<u>495</u>	<u>3,744</u>	<u>1,491</u>
Gain / (Loss) from commodity hedging contracts:				
-settlement of hedging contracts	-	(358)	-	(1,224)
-fair value changes due to movement in MTM position on non-designated hedging contracts	-	256	-	772
	<u>-</u>	<u>(102)</u>	<u>-</u>	<u>(452)</u>
Net Gain from derivative contracts:	<u>670</u>	<u>393</u>	<u>3,744</u>	<u>1,039</u>

**B11. DERIVATIVE FINANCIAL INSTRUMENTS**

Type of derivatives	Notional Value as at 30.06.2013 RM'000	Fair Value as at 30.06.2013 Assets/ (Liabilities) RM'000
Foreign Currency Hedging Contracts		
-Less than 1 year	292,727	(138)
-1 year to 2 years	<u>287,100</u>	<u>-</u>
	<u>579,827</u>	<u>(138)</u>
Commodity Hedging Contract		
-Less than 1 year	<u>-</u>	<u>-</u>
TOTAL	<u>579,827</u>	<u>(138)</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**

There were no material litigations that might adversely and materially affect the position of the Group as at date of this report.

**NOTION VTEC BERHAD**

Company No: - 637546-D

**UNAUDITED QUARTERLY FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2013**

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

**B13. DIVIDENDS PER SHARE**

The shareholders had on 20 March 2013 at the Ninth Annual General Meeting of the Company approved a final tax-exempt dividend of 2.0 sen per ordinary share in respect of the financial year ended 30 September 2012. The dividend was paid on 16 April 2013.

No dividend has been proposed for the quarter ended 30 June 2013 (Q3FY2012: 1 sen).

**B14. EARNINGS PER SHARE**

The earnings per share is 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 30.06.2013 (Unaudited)	Preceding Year Corresponding Quarter 30.06.2012 (Unaudited)	Current Year To Date 30.06.2013 (Unaudited)	Preceding Year To Date 30.06.2012 (Unaudited)
Profit attributable to owners of the Company (RM'000)	40,133	19,836	19,792	30,542
Number of ordinary shares in issue (excluding the treasury shares held by the Company) ('000)	268,271	269,931	268,271	269,931
Basic earnings per share (sen) *	<u>14.96</u>	<u>7.35</u>	<u>7.38</u>	<u>11.31</u>

Note:-

\*The 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 15 August 2013.

**By Order of the Board**

Petaling Jaya  
15 August 2013