

ES CERAMICS TECHNOLOGY BHD
Company No. 627117-P
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 31 MAY 2012

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT QUARTER ENDED 31-May-12	CORRESPONDING QUARTER ENDED 31-May-11	CURRENT YEAR TO DATE ENDED 31-May-12	CORRESPONDING YEAR TO DATE ENDED 31-May-11
	RM	RM	RM	RM
Revenue	<u>4,183,520</u>	<u>4,337,673</u>	<u>19,946,817</u>	<u>20,760,373</u>
Operating profit	543,383	(6,038,155)	2,400,451	(4,254,258)
Finance costs	(250,481)	(412,893)	(1,141,592)	(1,772,838)
Profit before taxation	<u>292,902</u>	<u>(6,451,048)</u>	<u>1,258,859</u>	<u>(6,027,096)</u>
Taxation	(200,908)	718,326	(200,908)	718,326
Profit for the period	<u>91,994</u>	<u>(5,732,722)</u>	<u>1,057,951</u>	<u>(5,308,770)</u>
Other comprehensive income :				
Foreign exchange translation difference	85,233	(1,988,751)	1,384,521	(1,678,916)
Total comprehensive income for the period	<u>177,227</u>	<u>(7,721,473)</u>	<u>2,442,472</u>	<u>(6,987,686)</u>
Profit Attributable to :				
Equity holders of the parent	92,007	(5,732,774)	1,057,982	(5,308,849)
Non-Controlling Interest	(13)	52	(31)	79
	<u>91,994</u>	<u>(5,732,722)</u>	<u>1,057,951</u>	<u>(5,308,770)</u>
Total comprehensive income attributable to:				
Equity holders of the parent	177,240	(7,721,525)	2,442,503	(6,987,765)
Non-Controlling Interest	(13)	52	(31)	79
	<u>177,227</u>	<u>(7,721,473)</u>	<u>2,442,472</u>	<u>(6,987,686)</u>
Earnings per share (sen)				
- Basic	<u>0.1</u>	<u>(3.4)</u>	<u>0.6</u>	<u>(3.1)</u>
- Diluted	<u>0.1</u>	<u>(3.4)</u>	<u>0.6</u>	<u>(3.1)</u>

(The condensed consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statement for the year ended 31 May 2011)

ES CERAMICS TECHNOLOGY BHD
Company No. 627117-P
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2012

	AS AT 31-May-12 (UNAUDITED)	AS AT 31-May-11 (AUDITED)
	RM	RM
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	18,810,798	19,257,950
Intangible Assets	1,434,802	1,416,847
	<u>20,245,600</u>	<u>20,674,797</u>
Current Assets		
Inventories	2,964,294	4,752,695
Trade & Other Receivables	4,108,518	7,227,579
Current Tax Asset	819,019	1,325,936
Cash and Cash Equivalents	3,846,253	6,644,647
	<u>11,738,084</u>	<u>19,950,857</u>
TOTAL ASSETS	<u><u>31,983,684</u></u>	<u><u>40,625,654</u></u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Parent		
Share Capital	16,978,800	16,978,800
Capital Reserve	1,261,872	1,185,505
Exchange Reserve	1,193,482	(191,039)
Retained Profit	(296,872)	(1,354,823)
	<u>19,137,282</u>	<u>16,618,443</u>
Non-controlling interest	<u>198</u>	<u>167</u>
TOTAL EQUITY	<u><u>19,137,480</u></u>	<u><u>16,618,610</u></u>
LIABILITIES		
Non-Current Liabilities		
Hire Purchase Payables	473,958	577,510
Term Loan	3,808,616	1,645,070
Deferred Taxation	249,000	249,000
	<u>4,531,574</u>	<u>2,471,580</u>
Current Liabilities		
Trade and Other Payables	1,134,053	2,015,419
Hire Purchase Payables	104,386	117,230
Term Loan	4,026,825	16,794,758
Bank Borrowings	3,049,366	2,608,057
	<u>8,314,630</u>	<u>21,535,464</u>
TOTAL LIABILITIES	<u><u>12,846,204</u></u>	<u><u>24,007,044</u></u>
TOTAL EQUITY AND LIABILITIES	<u><u>31,983,684</u></u>	<u><u>40,625,654</u></u>
Net assets per share attributable to ordinary equity holders of the parent (sen)	<u><u>11</u></u>	<u><u>10</u></u>

(The condensed consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statement for the year ended 31 May 2011)

ES CERAMICS TECHNOLOGY BHD
Company No. 627117-P
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Attributable to Owners of the Parent						Non-controlling Interest RM	Total Equity RM
	Share Capital RM	Share Premium RM	Capital Reserve RM	Exchange Reserve RM	Retained Profits RM	Total RM		
Balance at 1 Jun 2011	16,978,800	-	1,185,505	(191,039)	(1,354,823)	16,618,443	167	16,618,610
Effects of applying FRS 139								
Restated balance	16,978,800	-	1,185,505	(191,039)	(1,354,823)	16,618,443	167	16,618,610
Total comprehensive income for the period		-	76,367	1,384,521	1,057,951	2,518,839	31	2,518,870
Balance at 31 May 2012	16,978,800	-	1,261,872	1,193,482	(296,872)	19,137,282	198	19,137,480

For the Corresponding Quarter Ended 31 May 2011

	Attributable to Owners of the Parent						Non-controlling Interest RM	Total Equity RM
	Share Capital RM	Share Premium RM	Capital Reserve RM	Exchange Reserve RM	Retained Profits RM	Total RM		
Balance at 1 Jun 2010	5,365,100	3,821,775	184,212	1,487,877	7,053,587	17,912,551	246	17,912,797
Effects of applying FRS 139								
Restated balance	5,365,100	3,821,775	184,212	1,487,877	7,053,587	17,912,551	246	17,912,797
Issue of Shares	11,613,700		330,410			11,944,110		11,944,110
Dividends paid						-		-
Total comprehensive income for the period		(3,821,775)	531,468	(1,678,916)	(8,268,993)	(13,238,216)	(79)	(13,238,295)
Balance at 31 May 2011	16,978,800	-	1,046,090	(191,039)	(1,215,406)	16,618,445	167	16,618,612

(The condensed consolidated Statement of changes in Equity should be read in conjunction with the Audited Financial Statement for the year ended 31 May 2011)

ES CERAMICS TECHNOLOGY BHD
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MAY 2012

	CURRENT QUARTER ENDED 31-May-12	PRECEDING YEAR QUARTER ENDED 31-May-11
	RM	RM
Cash flows from operating activities		
Profit before taxation	1,258,859	(6,027,096)
Adjustments for :-		
Depreciation, amortisation and impairment losses	2,037,277	5,969,540
Interest income and expenses	1,118,110	1,731,052
Other non-cash items	(153,837)	1,830,982
Operating profit before changes in working capital	4,260,409	3,504,478
Changes in working capital:		
Net change in inventories	1,788,401	1,252,414
Net change in receivables	3,060,934	1,440,686
Net change in payables	(881,366)	(322,578)
Cash flow from operations	8,228,378	5,875,000
Finance costs	(1,141,592)	(1,772,838)
Income tax refund/(paid)	308,646	(373,199)
Net cash flows from operating activities	7,395,432	3,728,963
Cash flows from investing activities		
Purchase of property, plant and equipment	(65,959)	(858,059)
Interest income	23,482	41,787
Proceeds from disposal of property, plant and equipment	-	37,719
Net cash used in investing activities	(42,477)	(778,553)
Cash flows from financing activities		
Drawdown / (Repayment) of bank borrowings	441,309	(1,859,402)
Drawdown / (Repayment) of term loan	(10,604,387)	(2,157,342)
Proceeds from issuance of ordinary shares	-	5,659,600
Issuance of shares pursuant to exercise of share options	-	483,980
Defraying cost of corporate exercise	-	(383,657)
Drawdown / (Repayment) of hire purchase	(116,396)	(68,085)
Net cash flows from financing activities	(10,279,474)	1,675,094
Net increase / (decrease) in cash and cash equivalents	(2,926,519)	4,625,504
Cash and cash equivalents at beginning of the year	6,644,647	2,057,620
Effect of changes in foreign exchange rates	90,434	(74,294)
Cash and cash equivalents at end of period	3,808,562	6,608,830
Cash and cash equivalent comprises of:		
- Cash and bank balances	3,808,562	6,608,830
- Fixed Deposits	37,691	35,817
As reported in the balance sheets	3,846,253	6,644,647
Less : Fixed deposits	(37,691)	(35,817)
As reported in cash flow statements	3,808,562	6,608,830

(The condensed consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statement for the year ended 31 May 2011)