



(incorporated in Malaysia)

Interim Report for the

Fourth Quarter Ended

31 March 2009

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GENETEC TECHNOLOGY BERHAD (445537-W)
INTERIM REPORT FOR THE FOURTH QUARTER ENDED 31 MARCH 2009

The figures have not been audited

CONDENSED CONSOLIDATED INCOME STATEMENTS

	<u>Note</u>	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 31/03/2009 RM'000	Preceding Year Corresponding Quarter 31/03/2008 RM'000	Current Year To-date 31/03/2009 RM'000	Preceding Year Corresponding Period 31/03/2008 RM'000
Revenue		11,101	10,342	48,875	53,391
Operating expenses		(10,242)	(8,890)	(43,381)	(47,746)
Share based-payment under ESOS		-	-	-	-
Other operating income		358	75	3,415	212
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Profit from operations		1,217	1,527	8,909	5,857
Finance costs		(96)	(39)	(264)	(295)
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Profit before taxation		1,121	1,488	8,645	5,562
Taxation	18	(37)	66	(187)	(84)
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Net profit for the financial period		<u>1,084</u>	<u>1,554</u>	<u>8,458</u>	<u>5,478</u>
Attributable to:					
Equity holders of the parent		1,084	1,554	8,458	5,478
Minority shareholders' interests		-	-	-	-
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		<u>1,084</u>	<u>1,554</u>	<u>8,458</u>	<u>5,478</u>
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Earnings/(loss) per share (sen) :-	26				
(a) Basic		<u>0.90</u>	<u>1.29</u>	<u>7.00</u>	<u>4.55</u>
(b) Fully diluted		<u>0.89</u>	<u>1.26</u>	<u>6.91</u>	<u>4.47</u>

Note N/A : Not Applicable

The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2008 and the accompanying explanatory notes attached to the interim financial statements.

GENETEC TECHNOLOGY BERHAD (445537-W)
 INTERIM REPORT FOR THE FOURTH QUARTER ENDED 31 MARCH 2009

CONDENSED CONSOLIDATED BALANCE SHEETS

	(Unaudited) As at end of current quarter 31/03/2009 RM'000	(Audited) As at preceding financial year ended 31/03/2008 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	16,764	6,827
Prepaid lease payments	2,751	2,808
Deferred taxation asset	50	-
Current assets		
Inventories	3,163	7,460
Trade receivables	5,102	10,349
Other receivables	491	719
Other receivables - Construction work-in-progress	-	1,843
Current tax asset	22	201
Amount due from an associate	-	278
Cash and cash equivalents	12,979	2,847
	21,757	23,697
TOTAL ASSETS	41,322	33,332
EQUITY AND LIABILITIES		
Share capital	12,081	12,081
Reserves	16,571	10,529
Equity attributable to equity holders of the parent	28,652	22,610
Minority shareholder's interest	-	-
Total equity	28,652	22,610
Non-current liabilities		
Hire purchase liabilities	22 224	297
Borrowings	22 7,466	1,473
Deferred tax liability	-	18
Current liabilities		
Trade payables	3,878	5,927
Other payables	240	1,432
Borrowings	22 440	1,008
Hire purchase liabilities	22 422	567
	4,980	8,934
	41,322	33,332
Net assets per share (RM)*	0.24	0.19

Note:

* Net assets per share attributable to shareholders of the Company : Equity attributable to equity holders of the parent /Number of issued and paid-up ordinary shares

The Condensed Consolidated Balance Sheets should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2008 and the accompanying explanatory notes attached to the interim financial statements.

GENETEC TECHNOLOGY BERHAD (445537-W)
INTERIM REPORT FOR THE FOURTH QUARTER ENDED 31 MARCH 2009

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Non Distributable		Distributable	Total RM'000
		Share Premium RM'000	Other Reserve RM'000	Retained Profits RM'000	
<u>12 months ended 31 March 2008</u>					
Balance at 1 April 2007	12,014	4,244	1,776	104	18,138
Net profit for the financial period	-	-	-	5,478	5,478
Issuance of shares from exercise of share option	67	134	-	-	201
Transfer to share premium for share option exercised	-	120	(120)	-	-
Transfer to retained earnings for share option lapsed	-	-	(198)	198	-
Dividends	-	-	-	(1,207)	(1,207)
Balance at 31 March 2008	12,081	4,498	1,458	4,573	22,610
<u>12 months ended 31 March 2009</u>					
Balance at 1 April 2008	12,081	4,498	1,458	4,573	22,610
Net profit for the financial period	-	-	-	8,458	8,458
Transfer to retained earnings for share option lapsed	-	-	(34)	34	-
Dividends	-	-	-	(2,416)	(2,416)
Balance at 31 March 2009	12,081	4,498	1,424	10,649	28,652

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2008 and the accompanying explanatory notes attached to the interim financial statements.

GENETEC TECHNOLOGY BERHAD (445537-W)
INTERIM REPORT FOR THE FOURTH QUARTER ENDED 31 MARCH 2009

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	(Unaudited) 12 months ended 31/03/2009 RM'000	(Unaudited) 12 months ended 31/03/2008 RM'000
Operating Activities		
Net profit before tax	8,645	5,562
Adjustment for :-		
Depreciation and amortisation	1,107	1,023
Other non-cash items	874	905
Non-operating items	781	173
	<hr/>	<hr/>
Operating profit before changes in working capital	11,407	7,663
Changes in working capital		
Net change in current assets	8,780	(2,090)
Net change in current liabilities	(3,319)	(586)
	<hr/>	<hr/>
Net cash generated from operating activities	16,868	4,987
	<hr/>	<hr/>
Investing Activities		
Interest received	89	78
Proceeds from disposal of property, plant and equipment	99	88
Purchase of property, plant and equipment	(9,485)	(3,979)
	<hr/>	<hr/>
Net cash used in investing activities	(9,297)	(3,813)
	<hr/>	<hr/>
Financing Activities		
Proceeds from issue of shares	-	200
Repayment of bank borrowings	(1,052)	(1,250)
Net drawdown of bank borrowings	6,478	1,560
Repayment of hire purchase liabilities	(618)	(807)
Net drawdown of hire purchase liabilities	400	-
Interest paid	(231)	(251)
Dividend paid	(2,416)	(1,207)
	<hr/>	<hr/>
Net cash generated/(used in) from financing activities	2,561	(1,755)
	<hr/>	<hr/>
Net change in cash and cash equivalents	10,132	(581)
Cash and cash equivalents at beginning of year	2,847	3,428
	<hr/>	<hr/>
Cash and cash equivalents at end of period/year	12,979	2,847
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The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31 March 2008 and the accompanying explanatory notes attached to the interim financial statements.

NOTES TO THE INTERIM FINANCIAL REPORT

The figures have not been audited

1. BASIS OF PREPARATION

The interim financial report has been prepared in accordance with the requirements of the Financial Reporting Standard ("FRS") 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") for the MESDAQ Market.

The same accounting policies and methods of computation adopted by Genetec and its subsidiary companies ("Genetec Group" or the "Group") in this interim financial report are consistent with those adopted in the financial statements for the financial year ended 31 March 2008.

The interim financial report should be read in conjunction with the audited financial statements of Genetec Technology Berhad ("Genetec" or the "Company") for the financial year ended 31 March 2008.

These explanatory notes attached to the interim financial report provides an explanation of the events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2008.

2. AUDIT REPORT OF THE PRECEDING ANNUAL FINANCIAL STATEMENTS

There were no audit qualifications on the annual financial statements of the Company and its subsidiaries for the financial year ended 31 March 2008.

3. SEASONALITY OR CYCLICALITY OF INTERIM OPERATIONS

The business of the Group is not affected by any significant seasonal or cyclical factors for the current quarter under review.

4. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

During the current quarter under review, there were no items or events that arose, which affected assets, liabilities, equity, net income or cash flows that are unusual by reasons of their nature, size or incidence.

5. MATERIAL CHANGE IN ESTIMATES

There were no material changes in the nature and amount of estimates reported that have had a material effect on the results for the current quarter under review.

6. ISSUANCES, CANCELLATIONS, REPURCHASES, RESALE AND REPAYMENTS OF DEBT AND EQUITY SECURITIES

On 19 October 2005, the Company offered 11,653,000 ESOS option at an exercise price of RM0.30 to eligible employees of the Group, being the weighted average market price of the shares for the five (5) market days immediately preceding the date of offer with a discount of not more than 10%. All the employees accepted the offer.

As at 31 March 2009, 2,940,000 options had lapsed, 808,000 options were exercised and 7,905,000 options remained unexercised.

There were no cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter under review.

7. DIVIDEND PAID

No interim dividend has been declared for the current quarter under review. However, during the financial year ended 31 March 2009, total interim tax-exempt dividends declared and paid was 2.0 sen per ordinary shares of RM0.10 each, totaling RM2.416 million, which was paid on 18 August 2008 and 16 December 2008, respectively.

8. SEGMENT INFORMATION

Business segment information is not presented as the Group is primarily engaged in one business segment which is designing and building of customised factory automation equipment and integrated vision inspection systems from conceptual design, development of prototype to mass replication of equipment.

9. PROPERTY, PLANT AND EQUIPMENT

There was no revaluation on any of the Group's property, plant and equipment during the current quarter under review.

10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM REPORTING PERIOD

There is no material event affecting the Group subsequent to the current quarter under review.

11. CHANGES IN THE COMPOSITION OF THE GROUP

There was no change in the composition of the Group for the current quarter under review.

12. CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There were no contingent liabilities or contingent assets as at 31 March 2009 and up to the date of this report.

13. CAPITAL COMMITMENTS

The amount of commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at 31 March 2009 are as follows:

	RM'000
Property, plant and equipment	
Approved and contracted for	<u>705</u>
Leasing commitments	
Due within 12 months	103
Between 1 and 5 years	-
	<u>103</u>

14. REVIEW OF PERFORMANCE

For the current quarter ended 31 March 2009, the Group achieved revenue of approximately RM11.1 million, an increase of 7.8% as compared to approximately RM10.3 million recorded for the corresponding quarter of the preceding year. However, profit before taxation decreased from approximately RM1.5 million for the quarter ended 31 March 2008 to approximately RM1.1 million for the current quarter under review. This decrease was mainly due to higher provisions made and fixed assets written off as the Group moved into its own engineering and assembly facilities in March 2009.

For the 12-months period ended 31 March 2009, the Group registered revenue of approximately RM48.9 million as compared to approximately RM53.4 million for the preceding financial year. This 8.4% decrease is due to lower demand for capital expenditure items resulting from the overall downturn of the global economy. Despite the decrease in revenue, the Group achieved higher profit before taxation of approximately RM8.6 million as compared to RM5.6 million for the previous financial year. The profit before taxation of RM8.6 million is inclusive of RM2.7 million government grant income received as reimbursement of research & development of projects in the automotive and hard disk drive industries and training activities. For comparison purposes, the Group recorded higher profit before taxation of approximately RM5.9 million (excluding the grant income) against approximately RM5.6 million for the preceding financial year. This is mainly due to improvement of profit before tax margin from 10.5% to 12.1% due to undertaking of projects with higher margin.

15. COMPARISON WITH PRECEDING QUARTER'S RESULTS

The Group achieved higher revenue of approximately RM11.1 million for the current quarter under review as compared to approximately RM10.4 million recorded in the immediate preceding quarter ended 31 December 2008. This increased of 6.7% was due to the timing of delivery of machines ordered by customers in the previous quarter. However, profit before taxation reduced from approximately RM1.2 million achieved for the immediate preceding quarter ended 31 December 2008 to RM1.1 million for the current quarter under review due to higher provisions made and fixed assets written off.

16. PROSPECTS

The challenging environment that we operate in as a result of the overall global economic slowdown will continue into the next financial year. Although the outlook of the global economy and the industry segments that Genetec operates in remains uncertain, there are positive indications that there may be a pick-up in demand in certain industry segments that Genetec have interest in. Should these positive indications materialized, the Group is positive that its existing customers would continue their capital expenditure program with Genetec.

17. VARIANCE ON PROFIT FORECAST/PROFIT GUARANTEE

Not applicable as Genetec has not issued any profit forecast or profit guarantee in a public document.

18. TAXATION

	Individual Quarter		Cumulative Quarter	
	Current Period Quarter 31.03.2009 RM'000	Preceding Year Corresponding Quarter 31.03.2008 RM'000	Current Period To-Date 31.03.2009 RM'000	Preceding Year Corresponding Period 31.03.2008 RM'000
Malaysia income tax:				
- current taxation	105	(129)	255	21
- deferred tax	(68)	63	(68)	63
	<u>37</u>	<u>(66)</u>	<u>187</u>	<u>84</u>

The effective tax rate of the Group for the financial year ended 31 March 2009 was lower than the statutory tax rate due to availability of pioneer status tax incentive.

19. PROFIT OR LOSS ON SALE OF UNQUOTED INVESTMENTS AND/OR PROPERTIES

There was no sale of unquoted investment and/or properties during the current quarter and the financial year-to-date.

20. PURCHASE OR DISPOSAL OF QUOTED SECURITIES

There were no purchases or disposals of quoted securities during the current quarter under review and the financial year to-date.

21. STATUS OF CORPORATE PROPOSAL

There are no outstanding corporate proposals at the date of this report.

22. BORROWINGS

Details of the Group's borrowings as at 31 March 2009 are as follows:

Current	RM'000
Unsecured: Hire purchase	422
Secured: Term loan	440
	<u>862</u>

Non-current	RM'000
Unsecured: Hire purchase	224
Secured: Term loan	7,466
	<u>7,690</u>

23. UTILISATION OF PROCEEDS

As per Genetec's prospectus dated 29 September 2005, the gross proceeds raised from the Initial Public Offering (IPO) amounted to RM11.06 million.

The proceeds was fully utilised by the third quarter of the financial year ended 31 March 2008.

24. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There were no financial instruments with off balance sheet risk as at 21 May 2009 (being the latest practicable date which is not earlier than 7 days from the date of issuance of this interim report) except for the following:

Contract amount in USD'000	Date of contract	Value date of contract	Equivalent amount in RM'000
1,000	26.09.2008	14.08.2009	3,404

As the above foreign currency contracts are entered into to cover the Group's commitments in foreign currencies, the contracted rates will be used to translate the underlying foreign currency transactions into Ringgit Malaysia. The above contracts are entered into with licensed banks.

The Company does not foresee any significant credit and market risks posed by the above off balance sheet financial instruments.

There is no cash requirement as the Company uses fixed forward foreign exchange contracts as its hedging instrument.

The accounting policies for the off balance sheet financial instruments are as follows:-

The Group enters into foreign currency forward contracts as a hedge against foreign trade receivable. Market value gains and losses are recognised and the resulting credit or debit offsets foreign exchange gains or losses on those receivables.

25. MATERIAL LITIGATIONS

As at the date of this report, neither the Company nor its subsidiaries is engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiaries and the Board of Directors does not know of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiaries.

26. EARNINGS PER SHARE

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31.03.09 RM' 000	Preceding Year Corresponding Quarter 31.03.08 RM' 000	Current Year To-date 31.03.09 RM' 000	Preceding Year Corresponding Period 31.03.08 RM' 000
Basic earnings per share EPS				
Net profit attributable to shareholders	1,084	1,554	8,458	5,478
Weighted average number of ordinary shares in issue	120,808	120,791	120,808	120,430
Basic EPS (sen)	0.90	1.29	7.00	4.55
Diluted earnings per share EPS				
Net profit attributable to shareholders	1,084	1,554	8,458	5,478
Weighted average number of ordinary shares in issue	122,460	123,046	122,460	122,685
Diluted EPS (sen)	0.89	1.26	6.91	4.47

By Order of the Board
Genetec Technology Berhad

Tan Kon Hoan
 Finance Manager
 Selangor Darul Ehsan
 28 May 2009