

**ETI TECH CORPORATION BERHAD (667845-M)**  
(Incorporated in Malaysia)  
**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 NOVEMBER 2011**

The Board of Directors of ETI TECH Corporation Berhad ("ETICB" or "Company") is pleased to announce the following unaudited consolidated results for the first quarter ended 30 November 2011.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	QUARTER ENDED 30.11.2011 RM'000	QUARTER ENDED 30.11.2010 RM'000	PERIOD ENDED 30.11.2011 RM'000	PERIOD ENDED 30.11.2010 RM'000
Revenue	12,211	13,679	12,211	13,679
Other operating income	835	11	835	11
Operating expenses	(11,626)	(12,299)	(11,626)	(12,299)
Finance costs	(260)	(249)	(260)	(249)
Profit before taxation	1,160	1,142	1,160	1,142
Taxation	-	-	-	-
Profit for the period	1,160	1,142	1,160	1,142
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	1,160	1,142	1,160	1,142
Profit for the period attributable to :				
Owners of the parent	1,160	1,142	1,160	1,142
Non-controlling interest	-	-	-	-
	1,160	1,142	1,160	1,142
Total comprehensive income attributable to :				
Owners of the parent	1,160	1,142	1,160	1,142
Non-controlling interest	-	-	-	-
	1,160	1,142	1,160	1,142
<b>Earnings per share (sen)</b>				
1) Basic	0.17	0.17	0.17	0.17
2) Diluted	N/A	N/A	N/A	N/A

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 August 2011 and the accompanying explanatory notes of this interim financial report.

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**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 NOVEMBER 2011**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>AS AT 30.11.2011 RM'000</b>	<b>AUDITED AS AT PRECEDING FINANCIAL YEAR 31.08.2011 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	15,598	16,120
Development expenditure	31,733	32,647
	<u>47,331</u>	<u>48,767</u>
<b>CURRENT ASSETS</b>		
Inventories	47,630	38,848
Trade receivables	28,082	31,180
Other receivables	5,538	6,004
Short-term deposits with a licensed bank	852	852
Cash and cash equivalents	5,814	6,969
	<u>87,916</u>	<u>83,853</u>
<b>TOTAL ASSETS</b>	<u>135,247</u>	<u>132,620</u>
<b>EQUITY</b>		
Share capital	68,077	68,077
Retained profits	37,510	36,350
Equity attributable to owners of the Parent	<u>105,587</u>	<u>104,427</u>
Non controlling interest	-	-
<b>TOTAL EQUITY</b>	<u>105,587</u>	<u>104,427</u>
<b>NON-CURRENT LIABILITIES</b>		
Deferred tax liabilities	788	788
Hire purchase payables	2,495	2,910
Bank borrowings	2,961	3,011
	<u>6,244</u>	<u>6,709</u>
<b>CURRENT LIABILITIES</b>		
Trade payables	2,235	1,729
Other payables	1,243	1,267
Hire purchase payables	910	613
Bank borrowings	19,028	17,875
	<u>23,416</u>	<u>21,484</u>
<b>TOTAL LIABILITIES</b>	<u>29,660</u>	<u>28,193</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>135,247</u>	<u>132,620</u>
<b>Net assets per share (RM)</b>	<u>0.16</u>	<u>0.15</u>

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 August 2011 and the accompanying explanatory notes of this interim financial report.

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**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 NOVEMBER 2011**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	AS AT 30.11.2011 RM'000	AS AT 30.11.2010 RM'000
<b>Cash flows from operating activities</b>		
Profit before tax	1,160	1,142
Adjustments for:		
Non-cash items	781	787
Non operating items	367	249
Operating profit before working capital changes	<u>2,308</u>	<u>2,178</u>
Changes in working capital:		
Net changes in current assets	(5,220)	(2,012)
Net changes in current liabilities	482	(653)
<b>Net cash used in operating activities</b>	<u>(2,430)</u>	<u>(487)</u>
<b>Cash flows from investing activities</b>		
Interest received	-	-
Purchase of property, plant and equipment	(197)	(2,038)
Development expenditure	854	(1,776)
<b>Net cash generated from / (used in) investing activities</b>	<u>657</u>	<u>(3,814)</u>
<b>Cash flows from financing activities</b>		
Proceeds from long term borrowings	133	-
Increase in short term bank borrowings (net)	1,152	6,727
Interest paid	(366)	(249)
Repayment of hire purchase	(251)	-
Repayment of term loans	(50)	(58)
<b>Net cash from financing activities</b>	<u>618</u>	<u>6,420</u>
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>	<u>(1,155)</u>	<u>2,119</u>
<b>CASH AND CASH EQUIVALENTS BROUGHT FORWARD</b>	<u>6,969</u>	<u>6,002</u>
<b>CASH AND CASH EQUIVALENTS CARRIED FORWARD</b>	<u>5,814</u>	<u>8,121</u>

The unaudited condensed consolidated statement of cashflows should be read in conjunction with the audited financial statements for the financial year ended 31 August 2011 and the accompanying explanatory notes of this interim financial report.

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**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 30 NOVEMBER 2011**

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	<u>SHARE CAPITAL</u> RM'000	<u>RETAINED PROFITS</u> RM'000	<u>TOTAL</u> RM'000
<b>1st quarter ended 30 November 2011</b>			
Balance at 1.9.2011	68,077	36,350	104,427
Total comprehensive income for the period	-	1,160	1,160
Balance at 30.11.2011	<u>68,077</u>	<u>37,510</u>	<u>105,587</u>
<b>1st quarter ended 30 November 2010</b>			
Balance at 1.9.2010	68,077	32,604	100,681
Total comprehensive income for the period	-	1,142	1,142
Balance at 30.11.2010	<u>68,077</u>	<u>33,746</u>	<u>101,823</u>

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 August 2011 and the accompanying explanatory notes of this interim financial report.

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