

SANICHI TECHNOLOGY BERHADCompany No.661826-K
(Incorporated In Malaysia)**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE
QUARTER ENDED 31 MARCH 2011**

(The figures below are unaudited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current	Preceding Year	Current Year to	Preceding Year
	Quarter	Corresponding	date	Corresponding
	31 March 2011	31 March 2010	31 March 2011	31 March 2010
	RM'000	RM'000	RM'000	RM'000
Revenue	2,470	4,308	8,861	15,705
Operating expenses	(2,891)	(3,110)	(10,273)	(11,429)
(Loss)/Profit from operations	(421)	1,198	(1,412)	4,276
Finance costs	(321)	(290)	(899)	(948)
(Loss)/Profit before taxation	(742)	908	(2,311)	3,328
Tax expenses	-	(20)	-	(28)
(Loss)/Profit after taxation	(742)	888	(2,311)	3,300
Other Comprehensive Income/(expense)				
Translation of foreign subsidiaries	29	44	158	(26)
Total Comprehensive Income/(expense)				
For The Period	(713)	932	(2,153)	3,274
(Loss)/Profit attributable to:				
Owners of the Parent	(742)	888	(2,311)	3,300
Non-controlling interest	-	-	-	-
	(742)	888	(2,311)	3,300
Total comprehensive income/(expense) attributable to:				
Owners of the Parent	(713)	932	(2,153)	3,274
Non-controlling interest	-	-	-	-
	(713)	932	(2,153)	3,274
(Loss)/Earnings per share (sen)				
Basic (note B13)	(0.5)	0.6	(1.4)	2.6
Diluted (note B13)	(0.5)	0.6	(1.4)	2.6

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2010 and accompanying explanatory notes attached to the interim financial statements.)

SANICHI TECHNOLOGY BERHADCompany No.661826-K
(Incorporated In Malaysia)**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2011**

	(Unaudited) As at 31 March 2011 RM'000	(Audited) As at 30 June 2010 (restated) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	23,702	26,608
Development expenditure	-	33
Goodwill on consolidation	7	7
	<u>23,709</u>	<u>26,648</u>
Current assets		
Inventories	6,683	6,374
Trade receivables	19,651	19,093
Other receivables, deposits and prepayments	281	417
Tax recoverables	761	761
Fixed deposits	616	501
Cash and bank balances	242	63
	<u>28,234</u>	<u>27,209</u>
TOTAL ASSETS	<u>51,943</u>	<u>53,857</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	16,350	16,350
Share premium	10,588	10,586
Exchange translation reserve	139	(19)
Retained earnings	(4,624)	(2,313)
Equity attributable to owners of the parent	<u>22,451</u>	<u>24,604</u>
Non-current liabilities		
Long term borrowings	<u>8,152</u>	<u>9,218</u>
Current liabilities		
Trade payables	2,172	2,616
Other payables and accruals	2,218	2,021
Amount owing to directors	790	794
Short term borrowings	14,630	13,483
Bank overdrafts	1,530	1,121
	<u>21,340</u>	<u>20,035</u>
TOTAL LIABILITIES	<u>29,492</u>	<u>29,253</u>
TOTAL EQUITY AND LIABILITIES	<u>51,943</u>	<u>53,857</u>
Net assets per share attributable to owners of the parent (RM)	0.14	0.15

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2010 and accompanying explanatory notes attached to the interim financial statements.)

SANICHI TECHNOLOGY BERHADCompany No.661826-K
(Incorporated In Malaysia)**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE QUARTER ENDED
31 MARCH 2011**

(The figures below are unaudited)

	Current Year to 31 March 2011 RM'000	Preceding Year Corresponding Year to 31 March 2010 RM'000
Cash flows from operating activities		
(Loss)/Profit before tax	(2,311)	3,328
Adjustments for:-		
Non-cash items	2,710	1,948
Non-operating items	524	(263)
Operating profit before changes in working capital	923	5,013
Changes in working capital:-		
Net change in current assets	(566)	(5,912)
Net change in current liabilities	(252)	(4,365)
Net cash for operations	105	(5,264)
Interest paid	(899)	(948)
Net tax paid	-	24
Net cash for operating activities	(794)	(6,188)
Cash flows from investing activities		
Proceeds from disposal of equipment	1,997	594
Purchase of plant and equipment	(1,053)	(1,341)
Net cash from/(for) investing activities	944	(747)
Cash flows from financing activities		
Proceed from issuance of shares	-	5,000
Repayment of short-term bank borrowings	(103)	(396)
Net (repayment)/drawdown of term loans	(320)	3,828
Net drawdown/(repayment) of hire purchase liabilities	-	(992)
Net cash (for)/from financing activities	(423)	7,440
Net (decrease)/increase in cash and cash equivalents	(273)	505
Effects of changes in exchange rates	158	(26)
Cash and cash equivalents at beginning of the period	(557)	(933)
Cash and cash equivalents at end of the period	(672)	(454)
Cash and cash equivalents comprise:		
Fixed deposits with licensed banks**	616	616
Cash and bank balances	242	178
Bank overdrafts	(1,530)	(1,248)
	(672)	(454)

** Fixed deposits with licensed banks have been pledged to licensed banks for banking facilities granted to the Group.

(The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the financial year ended 30 June 2010 and accompanying explanatory notes attached to the Interim financial statements.)

SANICHI TECHNOLOGY BERHADCompany No.661826-K
(Incorporated In Malaysia)**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED
31 MARCH 2011**

	← Attributable to Owners of the Parent →				Total RM'000	Non- controlling interest RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Translation reserve RM'000	Retained Profit RM'000			
At 1 July 2010	16,350	10,586	(19)	(2,313)	24,604	-	24,604
Total comprehensive income/(expense) for the period	-	-	158	(2,311)	(2,153)	-	(2,153)
At 31 March 2011	<u>16,350</u>	<u>10,586</u>	<u>139</u>	<u>(4,624)</u>	<u>22,451</u>	-	<u>22,451</u>
At 1 July 2009	11,350	10,586	59	(2,516)	19,479	-	19,479
Total comprehensive income/(expense) for the period	-	-	(26)	3,300	3,274	-	3,274
issuance of shares	5,000	-	-	-	5,000	-	5,000
At 31 March 2010	<u>16,350</u>	<u>10,586</u>	<u>33</u>	<u>784</u>	<u>27,753</u>	-	<u>27,753</u>

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2010 and accompanying explanatory notes attached to the interim financial statements.)