

FIBON BERHAD (Company No. 811010-H)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 31 MAY 2009

| | Unaudited As at 31 MAY 2009 RM'000 | Audited As at 31 MAY 2008* RM'000 |
|--|---|--|
| ASSETS | | |
| Non-current assets | | |
| Plant and equipment | 560 | N/A |
| Intangible assets | 1,067 | N/A |
| | 1,627 | N/A |
| Current assets | | |
| Inventories | 1,084 | N/A |
| Trade receivables | 6,201 | N/A |
| Other receivables, deposits and prepayments | 111 | N/A |
| Fixed deposits with licensed bank | 9,307 | N/A |
| Cash and bank balances | 2,048 | N/A |
| | 18,751 | N/A |
| TOTAL ASSETS | 20,378 | N/A |
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the parent | | |
| Share capital | 9,800 | N/A |
| Merger deficit | (2,600) | N/A |
| Share premium | 707 | N/A |
| Retained profits | 10,871 | N/A |
| | 18,778 | N/A |
| Total equity | 18,778 | N/A |
| Non-current liabilities | | |
| Deferred taxation | 414 | N/A |
| | 414 | N/A |
| Current liabilities | | |
| Trade payables | 83 | N/A |
| Other payables and accruals | 1,074 | N/A |
| Provision for taxation | 29 | N/A |
| | 1,186 | N/A |
| Total liabilities | 1,600 | N/A |
| TOTAL EQUITY AND LIABILITIES | 20,378 | N/A |
| Net assets per share (RM) | 0.19 | N/A |

* Fibon Berhad was listed on the MESDAQ Market of Bursa Malaysia Securities Berhad on 18 December 2008. As such, no corresponding figures in respect of financial year ended 31 May 2008 is included.

FIBON BERHAD (Company No. 811010-H)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 MAY 2009
(The figures have not been audited)

| | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|------------------------------|---|--|--|---|
| | CURRENT YEAR QUARTER ENDED 31 MAY 2009 RM'000 | PRECEDING YEAR QUARTER ENDED 31 MAY 2008* RM'000 | CURRENT YEAR CUMULATIVE TO-DATE 31 MAY 2009 RM'000 | PRECEDING YEAR CUMULATIVE TO-DATE 31 MAY 2008* RM'000 |
| Revenue | 5,018 | N/A | 16,474 | N/A |
| Cost of sales | (2,292) | N/A | (6,311) | N/A |
| Gross Profit | 2,726 | N/A | 10,163 | N/A |
| Other operating income | 119 | N/A | 188 | N/A |
| Selling & distribution costs | (17) | N/A | (88) | N/A |
| Administrative expenses | (433) | N/A | (1,570) | N/A |
| Profit Before Tax | 2,395 | N/A | 8,693 | N/A |
| Taxation | (323) | N/A | (389) | N/A |
| Net Profit After Tax | 2,072 | N/A | 8,304 | N/A |
| Attributable to : | | | | |
| Equity holders of the parent | 2,072 | N/A | 8,304 | N/A |
| Minority interest | - | N/A | - | N/A |
| | 2,072 | N/A | 8,304 | N/A |
| Earnings per share | | | | |
| - Basic (Sen) | 2.11 | N/A | 17.06 | N/A |
| - Diluted | N/A | N/A | N/A | N/A |

* Fibon Berhad was listed on the MESDAQ Market of Bursa Malaysia Securities Berhad on 18 December 2008. As such, no corresponding figures in respect of financial year ended 31 May 2008 is included.

^ Please refer to notes A6 and B12 for details of the issuance of shares pursuant to a public issue and bonus issue exercise as part of the listing of Fibon Berhad on the MESDAQ Market of Bursa Malaysia Securities Berhad on 18 December 2008.

FIBON BERHAD (Company No. 811010-H)
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 MAY 2009
(The figures have not been audited)

| | Share Capital RM'000 | Share Premium RM'000 | Merger Deficit RM'000 | Translation Reserve RM'000 | Retained Profits RM'000 | Total RM'000 |
|-----------------------------------|----------------------------|----------------------------|-----------------------------|----------------------------------|-------------------------------|-----------------|
| As at 1 June 2008 | ^ | - | - | - | (7) | (7) |
| Acquisition of subsidiary | 2,700 | - | (2,600) | * | 2,574 | 2,674 |
| Issue of ordinary shares | 7,100 | 2,037 | - | - | - | 9,137 |
| Share issue expenses | - | (1,330) | - | - | - | (1,330) |
| Net Profit after tax for the Year | - | - | - | - | 8,304 | 8,304 |
| As at 31 MAY 2009 | 9,800 | 707 | (2,600) | * | 10,871 | 18,778 |

* Fibon Berhad was listed on the MESDAQ Market of Bursa Malaysia Securities Berhad on 18 December 2008. As such, no corresponding figures in respect of financial year ended 31 May 2008 is included.

^ Represent RM2

* Less than RM1,000

FIBON BERHAD (Company No. 811010-H)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 MAY 2009
(The figures have not been audited)

| | TWELVE (12) MONTHS PERIOD TO DATE 31 MAY 2009 RM'000 | TWELVE (12) MONTHS PERIOD TO DATE 31 MAY 2008 RM'000 |
|---|--|--|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before tax for the financial period | 8,693 | N/A |
| Adjustments for non cash items | (65) | N/A |
| | <u>8,628</u> | <u>N/A</u> |
| Changes in working capital | (3,016) | N/A |
| Cash from operations | <u>5,612</u> | <u>N/A</u> |
| Taxation paid | (249) | N/A |
| Net cash from operating activities | <u>5,363</u> | <u>N/A</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of equipments | (76) | N/A |
| Interest received | 124 | N/A |
| Net cash from investing activities | <u>48</u> | <u>N/A</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from issuance of shares | 9,137 | N/A |
| Share issue expenses | (1,330) | N/A |
| Repayment to a related party | (476) | N/A |
| Repayment to directors | (13) | N/A |
| Repayment to shareholders | (4,000) | N/A |
| Net cash from financing activities | <u>3,318</u> | <u>N/A</u> |
| Effect of exchange rate changes | 136 | N/A |
| Net Change in Cash & Cash Equivalents | 8,865 | N/A |
| Cash and Cash Equivalents at beginning of period | 2,490 | N/A |
| Cash and Cash Equivalents at end of period | <u>11,355</u> | <u>N/A</u> |
| Cash and cash equivalents at the end of the financial period comprise the following: | 31 MAY 2009 | 31 MAY 2008 |
| | RM'000 | RM'000 |
| Fixed deposits with licensed bank | 9,307 | N/A |
| Cash and bank balances | 2,048 | N/A |
| | <u>11,355</u> | <u>N/A</u> |

* Fibon Berhad was listed on the MESDAQ Market of Bursa Malaysia Securities Berhad on 18 December 2008. As such, no corresponding figures in respect of financial year ended 31 May 2008 is included.

FIBON BERHAD (Company No.811010-H)
(Incorporated in Malaysia)
EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2009

A. INFORMATION REQUIRED BY FRS 134

1. *Basis of Preparation and Changes in Accounting Policies*

Fibon Berhad ("Fibon" or "Company") was listed on the MESDAQ Market of Bursa Malaysia Securities Berhad ("BMSB") on 18 December 2008 and therefore there is no comparative figure presented.

The interim financial report is unaudited and has been prepared in accordance with FRS 134 (MASB 26) - Interim Financial Reporting and Chapter 9.22 of Part K and Appendix 9B of the Listing Requirements of BMSB for the MESDAQ Market ("MMLR") and should be read in conjunction with the proforma consolidated financial information and the Accountant's Report for the financial year ended 31 May 2008 as disclosed in the Prospectus of Fibon dated 24 November 2008 and the accompanying explanatory notes attached to this interim financial report.

The accounting policies, methods of computation and basis of consolidation applied in the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 May 2008, except for the adoption of the following revised Financial Reporting Standard ("FRS") and amendments to published standards effective for the financial period beginning 1 June 2008:

| | |
|---------|---|
| FRS 121 | The Effects of Changes in Foreign Exchange Rates – Net Investment in a Foreign Operations |
| FRS 112 | Income Taxes |
| FRS 120 | Accounting for Government Grants and Disclosure of Government Assistance |
| FRS 107 | Cash Flow Statements |
| FRS 111 | Construction Contracts |
| FRS 118 | Revenue |
| FRS 137 | Provisions, Contingent Liabilities and Contingent Assets |

Irrelevant or immaterial effect on financial statements

Revised FRS 111 is not relevant to Fibon and its subsidiary company ("Group") while revised FRS 107, 112, 118, 120, 121 and 137 will have no material effect on the Group's financial statements.

2. *Audit Report*

The auditor's report of the annual financial statements for the financial year ended 31 May 2008 did not contain any qualification.

3. *Seasonal or Cyclical Factors*

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

4. *Items of Unusual Nature or Amount*

There were no items affecting the assets, liabilities, equity, net income or cash flow during the current financial quarter under review that are unusual by reason of their size, nature or incidence.

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5. Changes in Estimates

There were no changes to the estimates of amounts reported in prior financial years that may have a material effect in the current financial quarter.

6. Debts and Equity Securities

There were no issuance, repurchase, or repayment of debts and equity securities for the current financial year ended 31 May 2009 save for the following:

(i) Ordinary shares issued as part of the listing scheme

On 20 October 2008, the Company issued 26,999,980 new ordinary shares of RM0.10 each in the Company at par value to acquire Hexa Analisa Sdn Bhd as part of the listing scheme.

On 18 December 2008, the Company issued 3,347,000 new ordinary shares of RM0.10 each at an issue price of RM2.73 per ordinary share amounting to RM9,137,310 and bonus issue of 67,653,000 new ordinary shares of RM0.10 each credited as fully paid-up to share of Fibon Berhad on the basis of approximately 10,000 new ordinary shares of RM0.10 each for every 4,486 existing shares of RM0.10 each held in Fibon Berhad after the public issue as part of the listing scheme ("Public Issue").

The entire issued and paid-up share capital of the Company comprising 98,000,000 ordinary shares of RM0.10 each was listed and quoted on the MESDAQ Market of BMSB on 18 December 2008.

7. Dividends paid

There were no dividends paid by the Company during the current financial quarter ended 31 May 2009.

8. Segmental Information

Sales revenue by products for the current and previous twelve (12) months financial periods are as follows:

| | Current Period 31 May 2009 RM'000 | Previous Period 31 May 2008[^] RM'000 |
|---------------------|--|---|
| Manufacturing goods | 12,259 | N/A |
| Trading goods | 4,215 | N/A |
| Total | 16,474 | N/A |

[^] *Fibon Berhad was listed on the MESDAQ Market of Bursa Malaysia Securities Berhad on 18 December 2008. As such, no corresponding figures in respect of financial year ended 31 May 2008 is included.*

9. Valuation of Property, Plant and Equipment

There was no valuation of property, plant and equipment during the current financial quarter.

10. Material Events Subsequent to the end of the Reporting Period

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There were no material events subsequent to the end of the current financial quarter under review that has not been reflected.

11. Changes in the Composition of the Group

In conjunction with the expansion plan, the Company acquired Fibon UK Limited as follows:-

| Subsidiary Name | Purchase Consideration RM | Basis of arriving at the purchase consideration |
|------------------------|--------------------------------------|---|
| Fibon UK Limited | 520 | Willing buyer-willing seller; based on the number of shares issued. |

The above acquisition was satisfied by the cash payment of £100 (equivalent to RM520 based on the exchange rate of £1:RM5.20) for 100 number of share issued in Fibon UK Limited. The acquisition was completed on 16 April 2009.

The acquisition was accounted for under the acquisition method.

12. Changes in Contingent Liabilities and Contingent Assets

There were no material changes in the contingent liabilities and contingent assets since the last annual balance sheet as at 31 May 2008.

13. Capital Commitment

There was no capital commitment as at 31 May 2009.

B. Additional information required by the MMLR

1. Review of Performance

The Group's revenue for the financial year ended 31 May 2009 amounts to RM16,474,000. The Group registered higher revenue for the current quarter ended 31 May 2009 of RM5,018,000 compared to previous quarter ended 28 February 2009 of RM3,540,000 representing an increase of 42% from the preceding quarter. There has been an increase in sales of manufactured products by 38.96% and an increase of sales of trading products by 45.36% respectively in the current period under review. Consequently, profit before tax has also increased from RM1,228,000 to RM2,391,000 mainly due to the overall increase of sales and improvement in cost controls as compared to the preceding previous quarter.

2. Commentary on the Prospects

The Board of Directors of Fibon ("Board") is of the opinion that the performance of the Group for the next financial year ending 31 May 2010 will not be severely affected by the on-going economic crisis.

The Board believes that with the expansion plans installed for the Group by increasing the presence overseas through establishments of offices in countries like United Kingdom and Australia will expand its export networks and provide direct contact for its customers in those countries. In addition, the importance of continuous research and development of products will ensure that new products under development, once commercialised, will enhance the revenue growth of the Group.

Furthermore, stricter standards and new requirements in the electrical industry will also provide an opportunity for Fibon to further market their products (which are resistant to high amperage instead of conventional low and medium amperage insulators currently being used in many industries) to replace the conventional materials used, in order to comply with the regulations.

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The Group has established a strong footing in the composite materials industry and have products which boast quality characteristics. The Group will endeavour to use these strengths and their abovementioned plans to overcome any uncertainties that lie ahead.

3. Profit Forecast and Profit Estimate

The Group did not issue any profit forecast or profit estimate previously or for the financial year ending 31 May 2009 in any public document hence this information is not applicable.

4. Taxation

| | Current Quarter Ended 31 May 2009 RM'000 | 12 Months Cumulative To Date 31 May 2009 RM'000 |
|------------------------------------|---|--|
| Income taxation in Malaysia | | |
| - Current year | (123) | (212) |
| - Overprovision in previous year | 9 | 9 |
| Deferred taxation | | |
| - Current year | (209) | (186) |
| | <u>(323)</u> | <u>(389)</u> |

The effective tax rate of the Group is lower than the statutory tax rate due to Pioneer Status incentives granted to the Company's wholly-owned subsidiary, Hexa Analisa Sdn Bhd, under the Promotion of Investments Act, 1986.

5. Profits on Sale of Unquoted Investments and / or Properties

There were no sales of unquoted investments and / or properties for the current financial quarter and current financial year ended 31 May 2009.

6. Purchases or Disposals of Quoted Securities

There were no purchases or disposals of quoted securities for the current financial quarter and current financial year ended 31 May 2009.

7. Status of Corporate Proposals

a) Status of Corporate Proposal Announced but Not Completed

There was no corporate proposal announced but not completed as at the date of this announcement.

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b) Utilisation of Proceeds

As at 31 May 2009, the proceeds raised from the Public Issue of RM9.137 million is utilised in the following manner:

| Purposes | Proceeds raised RM'000 | Amount Utilised RM'000 | Balance Unutilised RM'000 | % | Explanations |
|---------------------------------------|---------------------------|---------------------------|------------------------------|-----|--------------|
| (i) Research & development activities | 1,848 | 137 | 1,711 | 93 | ^ |
| (ii) Purchase of machineries | 1,700 | - | 1,700 | 100 | ^ |
| (iii) Geographical expansion | 1,180 | - | 1,180 | 100 | ^ |
| (iv) Working capital | 2,409 | 1,754 | 655 | 27 | ^ |
| (v) Estimated listing expenses | 2,000 | 1,330 | 670 | 34 | * |
| Total | 9,137 | 3,221 | 5,916 | | |

Notes:

^ The approved timeframe for utilisation is 3 years from the date of listing

* The underutilisation of the listing expenses was adjusted to working capital

8. Group borrowings

As at 31 May 2009, the Group has no borrowings save for banking facilities utilised amounting to RM16,000 in the form of bank guarantee.

9. Off Balance Sheet Financial Instruments

As at the date of this announcement, the Group has no off balance sheet financial instruments of any kind.

10. Material Litigation

As at the date of this announcement, there are no material litigations against the Group or taken by the Group.

11. Dividend

At the forthcoming Annual General Meeting, a first and final dividend of RM0.0173 per ordinary share amounting to RM1,695,400 in respect of the financial year ended 31 May 2009 will be proposed for shareholders' approval. The financial statements for the current year will not reflect this proposed dividend. Such dividend, if approved by the shareholders, will be accounted for in equity as an appropriate of retained earnings in the financial year ending 31 May 2010.

12. Earnings per Share ("EPS")

(i) Basic EPS

The basic EPS is calculated by dividing the net profit for the current financial quarter ended 31 May 2009 by the weighted average number of ordinary shares in issue during the period.

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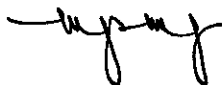
(ii) Dilutive EPS

There are no dilutive securities currently issued by Fibon and hence, no computation on diluted EPS.

| | Current Quarter | 12 Months Cumulative To Date |
|---|----------------------------|---|
| Net profit (RM'000) | 2,072 | 8,304 |
| Weighted average number of ordinary shares in issue ('000) | 98,000 | 48,666 |
| Basic earnings per share (sen) | 2.11 | 17.06 |
| Diluted earnings per share (sen) | - | - |

[^] Please refer to notes A6 for details of the issuance of shares pursuant to a Public Issue as part of the listing of Fibon on the MESDAQ Market of Bursa Malaysia Securities Berhad on 18 December 2008.

For and on behalf of
FIBON BERHAD



Norah Binti Md Yusof
Company Secretary

Dated: 26 June 2009