

FIBON BERHAD (Company No. 811010-H)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE TWELVE (12) MONTHS PERIOD ENDED 31 MAY 2010
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 31 MAY 2010 RM'000	PRECEDING YEAR QUARTER ENDED 31 MAY 2009 RM'000	CURRENT YEAR TWELVE (12) MONTHS CUMULATIVE TO-DATE 31 MAY 2010 RM'000	PRECEDING YEAR TWELVE (12) MONTHS CUMULATIVE TO-DATE 31 MAY 2009 RM'000
Revenue	2,746	5,018	12,891	16,474
Cost of sales	(684)	(2,292)	(4,884)	(6,311)
Gross Profit	2,062	2,726	8,007	10,163
Other operating income	102	119	351	188
Selling & distribution costs	(38)	(17)	(119)	(90)
Administrative expenses	(1,083)	(433)	(3,229)	(1,568)
Profit Before Tax	1,043	2,395	5,010	8,693
Taxation	(397)	(323)	(996)	(389)
Net Profit After Tax	646	2,072	4,014	8,304
Attributable to :				
Equity holders of the parent	646	2,072	4,014	8,304
Minority interest	-	-	-	-
	646	2,072	4,014	8,304
Earnings per share				
- Basic (Sen)	0.66	2.11	4.10	17.06
- Diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 May 2009 and the accompanying explanatory notes attached to the interim financial statements.

FIBON BERHAD (Company No. 811010-H)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 31 MAY 2010

	Unaudited As at 31 MAY 2010 RM'000	Audited As at 31 MAY 2009 RM'000
ASSETS		
Non-current assets		
Plant and equipment	1,063	560
Intangible assets	1,108	1,067
	2,171	1,627
Current assets		
Inventories	1,344	1,084
Trade receivables	2,943	6,201
Other receivables, deposits and prepayments	111	111
Tax recoverable	46	-
Fixed deposits with licensed bank	11,993	9,307
Cash and bank balances	3,453	2,048
	19,890	18,751
TOTAL ASSETS	22,061	20,378
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	9,800	9,800
Share premium	707	707
Other reserve	(2,602)	(2,600)
Retained profits	13,190	10,871
	21,095	18,778
Total equity	21,095	18,778
Non-current liabilities		
Deferred taxation	340	414
	340	414
Current liabilities		
Trade payables	279	83
Other payables and accruals	331	1,074
Provision for taxation	16	29
	626	1,186
Total liabilities	966	1,600
TOTAL EQUITY AND LIABILITIES	22,061	20,378
Net assets per share (RM)	0.22	0.19

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31 May 2009 and the accompanying explanatory notes attached to the interim financial statements.

FIBON BERHAD (Company No. 811010-H)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31MAY 2010
(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
<u>12 months period ended 31 May 2010</u>						
As at 1 June 2009	9,800	707	(2,600)	*	10,871	18,778
Foreign exchange translation reserve	-	-	-	(2)	-	(2)
Acquisition of subsidiary	-	-	-	*	-	-
Dividend paid	-	-	-	-	(1,695)	(1,695)
Net Profit after tax for the Period	-	-	-	-	4,014	4,014
As at 31 May 2010	9,800	707	(2,600)	(2)	13,190	21,095
<u>12 months period ended 31 May 2009</u>						
As at 1 June 2008	^	-	-	-	(7)	(7)
Foreign exchange translation reserve	-	-	-	*	-	*
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 Period	-	-	-	-	8,304	8,304
As at 31 May 2009	9,800	707	(2,600)	*	10,871	18,778

* Less than RM1,000

^ Represent RM2

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 May 2009 and the accompanying explanatory notes attached to the interim financial statements.

FIBON BERHAD (Company No. 811010-H)
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2010
(The figures have not been audited)

	TWELVE (12) MONTHS PERIOD TO DATE 31 MAY 2010 RM'000	TWELVE (12) MONTHS PERIOD TO DATE 31 MAY 2009 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax for the financial year	5,010	8,693
Adjustments for non cash items	374	(65)
	<u>5,384</u>	<u>8,628</u>
Changes in working capital	2,062	(3,016)
Cash from operations	<u>7,446</u>	<u>5,612</u>
Taxation paid	(1,128)	(249)
Net cash from operating activities	<u>6,318</u>	<u>5,363</u>
CASH FLOWS (USED IN)/FROM INVESTING ACTIVITIES		
Purchase of plant and equipments	(618)	(76)
Interest received	272	124
Net cash (used in)/from investing activities	<u>(346)</u>	<u>48</u>
CASH FLOWS (USED IN)/FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares	-	9,137
Share issue expenses	-	(1,330)
Dividend paid	(1,695)	-
Repayment to a related party	-	(476)
Repayment to directors	-	(13)
Repayment to shareholders	-	(4,000)
Net cash (used in)/from financing activities	<u>(1,695)</u>	<u>3,318</u>
Effect of exchange rate changes	(186)	136
Net Change in Cash & Cash Equivalents	4,091	8,865
Cash and Cash Equivalents at beginning of year	11,355	2,490
Cash and Cash Equivalents at end of year	<u>15,446</u>	<u>11,355</u>
Cash and cash equivalents at the end of the financial year comprise the following:		
	31 MAY 2010	31 MAY 2009
	RM'000	RM'000
Fixed deposits with licensed bank	11,993	9,307
Cash and bank balances	3,453	2,048
	<u>15,446</u>	<u>11,355</u>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 31 May 2009 and the accompanying explanatory notes attached to the interim financial statements.

FIBON BERHAD (Company No.811010-H)

(Incorporated in Malaysia)

***EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2010***

A. INFORMATION REQUIRED BY FRS 134

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

The condensed interim financial report is unaudited and has been prepared in accordance with FRS 134 (MASB 26) - Interim Financial Reporting and part A of Appendix 9B of the Bursa Malaysia Securities Berhad ("BMSB") Listing Requirements, and should be read in conjunction with the audited financial statements for the year ended 31 May 2009.

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 2009.

2. *Audit Report*

The auditor's report of the annual financial statements for the financial year ended 31 May 2009 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 cashflow during the current financial quarter under review that are unusual by reason of their size, nature or incidence.

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 period ended 31 May 2010.

7. *Dividends paid*

A single-tier tax exempt final dividend of 1.73 sen per share, on 98,000,000 ordinary shares, amounting to RM1,695,400 for the financial year ended 31 May 2009 was approved during the Second Annual General Meeting held on 24 July 2009 and paid on 15 October 2009.

There were no dividends paid by the Company during the current financial quarter ended 31 May 2010.

8. *Segmental Information*

Sales revenue by products for the twelve (12) months financial period up to 31 May:

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EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2010

8. Segmental Information (Cont'd)

	Current Period 31 May 2010 RM'000	Previous Period 31 May 2009 RM'000
Manufacturing goods	10,105	12,259
Trading goods	2,786	4,215
Total	12,891	16,474

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

On 13 July 2010, Hexa Analisa Sdn Bhd, a wholly owned subsidiary of Fibon Berhad had executed a Sale and Purchase Agreement for the acquisition of land and Sale of Assets Agreement for the acquisition of Plant and Machineries for a total cash consideration of Ringgit Malaysia Two Million Nine Hundred and Sixty One Thousand Only (RM2,961,000.00) from CPC Polyply Industries (M) Sdn Bhd which constitute a related party transaction, subject to the term and conditions as stipulated in the Sale and Purchase Agreement and Sale of Assets Agreement.

The above transactions will be subjected to shareholders' approval in an Extraordinary General Meeting which will be held at a date to be determined later.

11. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current quarter.

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 2009.

13. Capital Commitments

There were no other capital commitments subsequent to the end of the current financial quarter reported except as disclose in Note B 8 below.

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FIBON BERHAD (Company No.811010-H)

(Incorporated in Malaysia)

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2010****B. Additional information required by BMSB Listing Requirements****1. Review of Performance**

In the current quarter ended 31 May 2010, the Group registered lower revenue of RM2,746,000 compared to previous corresponding quarter ended 31 May 2009 of RM5,018,000 mainly due to decrease in sales order. Profit before tax has decreased from RM2,395,000 to RM1,043,000 as a result of the decrease in sales and increase in administrative expenses.

2. Comparison with the preceding quarter's results

The Group posted a higher revenue in the current quarter of RM2,746,000 as compared to the preceding quarter ended 28 February 2010 of RM2,461,000 representing an increase of RM285,000. Profit before tax has increased from RM439,000 to RM1,043,000 mainly due to higher sales and improved in operating margin.

3. Commentary on the Prospects

Despite facing various general economic challenges, the Board of Directors of Fibon Berhad is of the opinion that the performance of the Group for the next financial year ending 31 May 2011 will not be severely affected.

4. Profit Forecast and Profit Estimate

The Group did not issue any profit forecast or profit estimate previously or for the financial year ended 31 May 2010 in any public document and hence this information is not applicable.

5. Taxation

	<u>Current quarter</u> 31/05/2010 RM'000	<u>Preceding year corresponding quarter</u> 31/05/2009 RM'000	<u>Current period to date</u> 31/05/2010 RM'000	<u>Preceding year corresponding period</u> 31/05/2009 RM'000
Income taxation in Malaysia				
- current year	(411)	(123)	(1,053)	(212)
- (Under)/Over provision in previous year	(21)	9	1	9
Foreign tax	(17)		(17)	
Deferred taxation				
- Current year	31	(209)	52	(186)
- Over provision in previous year	21	-	21	-
	(397)	(323)	(996)	(389)

The effective tax rate of the Group for the current period to date is lower than statutory tax rate mainly due to Pioneer Status incentives granted to the Company's wholly-owned subsidiary, Hexa Analisa Sdn Bhd, under the Promotion of Investments Act, 1986 expired on 31 August 2009.

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

There were no sales of unquoted investments and / or properties for the current quarter and current financial period ended 31 May 2010.

FIBON BERHAD (Company No.811010-H)

(Incorporated in Malaysia)

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2010****7. Purchases or Disposals of Quoted Securities**

There were no purchases or disposals of quoted securities for the current quarter and current financial period ended 31 May 2010.

8. Status of Corporate Proposals**a) Status of Corporate Proposal Announced but Not Completed**

On 13 July 2010, Hexa Analisa Sdn Bhd, a wholly owned subsidiary of Fibon Berhad had executed a Sale and Purchase Agreement for the acquisition of land and Sale of Assets Agreement for the acquisition of Plant and Machineries for a total cash consideration of Ringgit Malaysia Two Million Nine Hundred and Sixty One Thousand Only (RM2,961,000.00) from CPC Polyply Industries (M) Sdn Bhd which constitute a related party transaction, subject to the term and conditions as stipulated in the Sale and Purchase Agreement and Sale of Assets Agreement.

The above transactions will be subjected to shareholders' approval in an Extraordinary General Meeting which will be held at a date to be determined later.

b) Utilisation of Proceeds

As at 31 May 2010, the proceeds raised from the Public Issue of RM9.137 million is utilised in the following manner:

Purposes	Proceeds raised RM'000	Actual Utilisation RM'000	Intended Timeframe for Utilisation RM'000	Balance Unutilised /Deviation RM'000	%	Explanations
(i) Research & development activities	1,848	770	18 December 2011	1,078	58	^
(ii) Purchase of machineries	1,700	-	18 December 2011	1,700	100	^
(iii) Geographical expansion	1,180	790	18 December 2011	390	33	^
(iv) Working capital	2,409	3,079	-	(670)	-	^
(v) Listing expenses	2,000	1,330	-	670	-	*
Total	9,137	5,969		3,168		

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

9. Group borrowings

As at 31 May 2010, the Group has no borrowings save for banking facilities utilised amounting to RM17,000 in the form of bank guarantee.

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(Incorporated in Malaysia)

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2010**

10. Off Balance Sheet Financial Instruments

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

11. Material Litigation

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

12. Dividend

No interim dividends have been declared during the current quarter ended 31 May 2010.

13. 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 2010 by the weighted average number of ordinary shares in issue during the period.

(ii) Dilutive EPS

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

	Current Quarter	12 Months Cumulative To Date
Net profit (RM'000)	646	4,014
Weighted average number of ordinary shares in issue ('000)	98,000	98,000
Basic earnings per share (sen)	0.66	4.10
Diluted earnings per share (sen)	-	-

For and on behalf of
FIBON BERHAD


Norah Binti Md Yusof
Company Secretary

Dated: 26 July 2010