

Company No.: 811010-H

FIBON BERHAD
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 28 FEBRUARY 2011

	Unaudited As at 28.02.2011 RM'000	Audited As at 31.05.2010 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	4,171	1,063
Intangible assets	1,173	1,108
	<u>5,344</u>	<u>2,171</u>
Current assets		
Inventories	2,141	1,344
Trade receivables	3,880	2,943
Other receivables, deposits and prepayments	108	111
Tax recoverable	-	46
Fixed deposits with licensed bank	9,399	11,993
Cash and bank balances	4,629	3,453
	<u>20,157</u>	<u>19,890</u>
TOTAL ASSETS	<u>25,501</u>	<u>22,061</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	9,800	9,800
Share premium	707	707
Other reserve	(2,600)	(2,600)
Translation reserve	7	(2)
Retained earnings	15,631	13,190
	<u>23,545</u>	<u>21,095</u>
Total equity	<u>23,545</u>	<u>21,095</u>
Non-current liabilities		
Deferred tax liabilities	450	340
	<u>450</u>	<u>340</u>
Current liabilities		
Trade payables	949	279
Other payables and accruals	316	331
Tax payable	241	16
	<u>1,506</u>	<u>626</u>
Total liabilities	<u>1,956</u>	<u>966</u>
TOTAL EQUITY AND LIABILITIES	<u>25,501</u>	<u>22,061</u>
Net assets per share (RM)	<u>0.24</u>	<u>0.22</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 May 2010 and the accompanying explanatory notes attached to the interim financial statements.

Company No.: 811010-H

FIBON BERHAD
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 28 FEBRUARY 2011**
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 28.02.2011 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 28.02.2010 RM'000	CURRENT YEAR- TO-DATE 28.02.2011 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 28.02.2010 RM'000
Revenue	3,193	2,461	10,265	10,145
Cost of sales	(1,476)	(1,096)	(3,996)	(4,200)
Gross Profit	1,717	1,365	6,269	5,945
Other income	106	126	287	249
Selling & distribution costs	(47)	(32)	(133)	(81)
Administrative expenses	(954)	(1,020)	(2,024)	(2,146)
Profit Before Taxation	822	439	4,399	3,967
Income tax expense	(181)	(113)	(1,154)	(599)
Profit After Taxation	641	326	3,245	3,368
Other Comprehensive Income,	-	-	-	-
Foreign currency translation	9	(13)	9	(13)
Total Comprehensive Income For The Period	650	313	3,254	3,355
Profit Attributable to:				
Equity holders of the parent	641	326	3,245	3,368
Minority interest	-	-	-	-
	641	326	3,245	3,368
Total Comprehensive Income Attributable To :				
Equity holders of the parent	650	313	3,254	3,355
Minority interest	-	-	-	-
	650	313	3,254	3,355
Earnings per share attributable to equity holders of the Company:				
- Basic (Sen)	0.65	0.33	3.31	3.44
- Diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 May 2010 and the accompanying explanatory notes attached to this interim financial statements

Company No.: 811010-H

FIBON BERHAD
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 28 FEBRUARY 2011**
(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>9 months period ended 28 February 2011</u>						
As at 1 June 2010	9,800	707	(2,600)	(2)	13,190	21,095
Dividend paid	-	-	-	-	(804)	(804)
Total comprehensive income for the period	-	-	-	9	3,245	3,254
As at 28 February 2011	9,800	707	(2,600)	7	15,631	23,545
<u>9 months period ended 28 February 2010</u>						
As at 1 June 2009	9,800	707	(2,600)	*	10,871	18,778
Dividend paid	-	-	-	-	(1,695)	(1,695)
Total comprehensive income for the period	-	-	-	(13)	3,368	3,355
As at 28 February 2010	9,800	707	(2,600)	(13)	12,544	20,438

* Less than RM1,000

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 May 2010 and the accompanying explanatory notes attached to the interim financial statements.

Company No.: 811010-H

FIBON BERHAD
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 28 FEBRUARY 2011
(The figures have not been audited)

	CURRENT YEAR- TO-DATE 28.02.2011 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 28.02.2010 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax for the financial period	4,399	3,967
Adjustments for non cash items	<u>(279)</u>	<u>(195)</u>
	4,120	3,772
Changes in working capital	<u>(953)</u>	<u>2,471</u>
Cash from operations	3,167	6,243
Taxation paid	<u>(777)</u>	<u>(516)</u>
Net cash from operating activities	<u>2,390</u>	<u>5,727</u>
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of property, plant and equipments	<u>(3,229)</u>	<u>(565)</u>
Interest received	231	180
Net cash used in investing activities	<u>(2,998)</u>	<u>(385)</u>
CASH FLOWS FOR FINANCING ACTIVITIES		
Dividend paid	<u>(804)</u>	<u>(1,695)</u>
Net cash used in financing activities	<u>(804)</u>	<u>(1,695)</u>
Effect of exchange rate changes	<u>(6)</u>	<u>81</u>
Net Change in Cash & Cash Equivalents	<u>(1,418)</u>	<u>3,728</u>
Cash and Cash Equivalents at beginning of period	15,446	11,355
Cash and Cash Equivalents at end of period	<u>14,028</u>	<u>15,083</u>
Cash and cash equivalents at the end of the financial period comprise the following:		
	28.02.2011 RM'000	28.02.2010 RM'000
Fixed deposits with licensed bank	9,399	13,706
Cash and bank balances	4,629	1,377
	<u>14,028</u>	<u>15,083</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 May 2010 and the accompanying explanatory notes attached to this interim financial statements.

FIBON BERHAD (Company No. 811010-H)
(Incorporated in Malaysia)
EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 28 FEBRUARY 2011

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 - Interim Financial Reporting and Part A of Appendix 9B of the Bursa Malaysia Securities Berhad ("BMSB") Main Market Listing Requirements, and should be read in conjunction with the audited financial statements for the year ended 31 May 2010.

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 2010, except for the adoption of the following new/revised Financial Reporting Standard ("FRS"), amendments to published standards and interpretations to existing standards as follows:

FRS 4 Insurance Contracts
FRS 7 Financial Instruments: Disclosures
FRS 8 Operating Segments
FRS 101 (Revised) Presentation of Financial Statements
FRS 123 (Revised) Borrowing Costs
FRS 139 Financial Instruments: Recognition and Measurement
Amendments to FRS 1 and FRS 127: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendments to FRS 2: Vesting Conditions and Cancellations
Amendments to FRS 7, FRS 139 and IC Interpretation 9
Amendments to FRS 101 and FRS 132: Puttable Financial Instruments and Obligations Arising on Liquidation
Amendments to FRS 132: Classification of Rights Issues and the Transitional Provision in Relation to Compound Instruments
IC Interpretation 9: Reassessment of Embedded Derivatives
IC Interpretation 10: Interim Financial Reporting and Impairment
IC Interpretation 11: FRS 2 - Group and Treasury Share Transactions
IC Interpretation 13: Customer Loyalty Programmes
IC Interpretation 14 : FRS 119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
Annual Improvements to FRSs (2009)

The adoption of these new and revised FRSs, amendments to FRSs and Interpretations do not have any significant impact on the interim financial report of the Group.

2. *Audit Report*

The auditor's report of the annual financial statements for the financial year ended 31 May 2010 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.

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EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 28 FEBRUARY 2011

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 28 February 2011.

7. Acquisition of Property, Plant and Equipment

Below are the property, plant and equipment acquired by the Group during the period under review;

	Cost RM'000
Land and buildings	2,500
Motor vehicles	29
Plant and machinery	473
Furniture, fittings and office equipment	12
Capital work in progress	215
	<u>3,229</u>

8. Dividends paid

A single-tier tax exempt final dividend of RM0.0082 per share, on 98,000,000 ordinary shares, amounting to RM803,600 for the financial year ended 31 May 2010 was approved during the Third Annual General Meeting held on 22 October 2010 and paid on 20 December 2010.

9. Segmental Information

Sales revenue by products for the nine (9) months financial period up to 28 February:

	Current Period 28 February 2011 RM'000	Previous Period 28 February 2010 RM'000
Manufacturing goods	8,553	7,408
Trading goods	1,712	2,737
Total	<u>10,265</u>	<u>10,145</u>

10. Valuation of Property, Plant and Equipment

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

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

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

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FOR THE FINANCIAL PERIOD ENDED 28 FEBRUARY 2011

12. Changes in the Composition of the Group

On 9 November 2010, the Company has fully acquired Fibon Electric (M) Sdn Bhd, which is dormant, as follows:-

Subsidiary Name	Purchase Consideration RM	Basis of arriving at the purchase consideration
Fibon Electric (M) Sdn Bhd	2	Willing buyer-willing seller; based on the number of shares issued.

The above acquisition was satisfied by the cash payment of RM2.00 for 2 number of share issued in Fibon Electric (M) Sdn Bhd.

The acquisition was accounted for under the acquisition method.

13. 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 2010.

14. Capital Commitments

There were no other capital commitments subsequent to the end of the current financial quarter.

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EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 28 FEBRUARY 2011

B. Additional information required by BMSB Listing Requirements

1. Review of Performance

In the current quarter ended 28 February 2011, the Group registered higher revenue of RM3,193,000 compared to previous corresponding quarter ended 28 February 2010 of RM2,461,000 mainly due to increase in manufacturing sales. Profit before tax has increased from RM439,000 to RM822,000 as a result of higher revenue and lower administrative expenses.

2. Comparison with the preceding quarter's results

The Group posted a slightly higher revenue in the current quarter of RM3,193,000 as compared to the preceding quarter ended 30 November 2010 of RM3,006,000 representing an increase of RM187,000. Profit before tax has decreased from RM1,433,000 to RM822,000 mainly due to higher administrative expenses and lower 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 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 ending 31 May 2011 in any public document and hence this information is not applicable.

5. Taxation

	<u>Current quarter</u> <u>28/02/2011</u> RM'000	<u>Preceding year corresponding quarter</u> <u>28/02/2010</u> RM'000	<u>Current period to date</u> <u>28/02/2011</u> RM'000	<u>Preceding year corresponding period</u> <u>28/02/2010</u> RM'000
Income taxation in Malaysia				
- Current year	175	174	1,076	642
- Over provision in previous year	(54)	(21)	(53)	(22)
Foreign tax	5	-	21	-
Deferred taxation				
- Current year	55	(40)	98	(21)
- Under provision in previous year	-	-	12	-
	181	113	1,154	599

The effective tax rate of the Group for the current period to date is higher than preceding year period 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 which has 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 28 February 2011.

FIBON BERHAD (Company No. 811010-H)

(Incorporated in Malaysia)

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 28 FEBRUARY 2011****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 28 February 2011.

8. 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.

b) Utilisation of Proceeds

As at 28 February 2011, 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	1,603	18 December 2011	245	13	^
(ii) Purchase of machineries	1,700	747	18 December 2011	953	56	^
(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	7,549		1,588		

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 28 February 2011, the Group has no borrowings save for banking facilities utilised amounting to RM60,000 in the form of bank guarantee.

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.

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**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 28 FEBRUARY 2011**

11. Realised and Unrealised Profits of the Group

	As at 28/02/2011 RM'000
Realised profits	15,989
Unrealised losses	(358)
	<u>15,631</u>

12. Material Litigation

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

13. Dividend

No interim dividends have been declared during the current quarter ended 28 February 2011.

14. Earnings per Share ("EPS")

(i) Basic EPS


The basic EPS is calculated by dividing the net profit for the current financial quarter ended 28 February 2011 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	9 Months Cumulative To Date
Net profit (RM'000)	641	3,245
Weighted average number of ordinary shares in issue ('000)	98,000	98,000
Basic earnings per share (sen)	0.65	3.31
Diluted earnings per share (sen)	-	-

For and on behalf of
FIBON BERHAD



Norah Binti Md Yusof
Company Secretary
Date: 21 April 2011