

**FIBON BERHAD**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 NOVEMBER 2011**

	Unaudited As at 30.11.2011 RM'000	Audited As at 31.05.2011 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	4,115	4,223
Intangible assets	1,225	1,182
	<u>5,340</u>	<u>5,405</u>
<b>Current assets</b>		
Inventories	1,387	1,862
Trade receivables	6,415	4,774
Other receivables, deposits and prepayments	133	180
Tax recoverable	618	297
Fixed deposits with licensed bank	11,590	10,964
Cash and bank balances	3,135	2,857
	<u>23,278</u>	<u>20,934</u>
<b>TOTAL ASSETS</b>	<u><b>28,618</b></u>	<u><b>26,339</b></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	9,800	9,800
Share premium	707	707
Other reserve	(2,600)	(2,600)
Translation reserve	10	14
Retained earnings	19,000	16,775
	<u>26,917</u>	<u>24,696</u>
<b>Total equity</b>	<u><b>26,917</b></u>	<u><b>24,696</b></u>
<b>Non-current liabilities</b>		
Deferred tax liabilities	587	495
	<u>587</u>	<u>495</u>
<b>Current liabilities</b>		
Trade payables	489	618
Other payables and accruals	579	459
Tax payable	46	71
	<u>1,114</u>	<u>1,148</u>
<b>Total liabilities</b>	<u><b>1,701</b></u>	<u><b>1,643</b></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>28,618</b></u>	<u><b>26,339</b></u>
<b>Net assets per share (RM)</b>	<b>0.27</b>	<b>0.25</b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 May 2011 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 SECOND QUARTER ENDED 30 NOVEMBER 2011**  
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 30.11.2011 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 30.11.2010 RM'000	CURRENT YEAR- TO-DATE 30.11.2011 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30.11.2010 RM'000
Revenue	5,491	3,006	9,127	7,073
Cost of sales	-3,102	-1,170	-4,755	-2,520
<b>Gross Profit</b>	<u>2,389</u>	<u>1,836</u>	<u>4,372</u>	<u>4,553</u>
Other income	89	93	199	181
Selling & distribution costs	-157	-44	-249	-86
Administrative expenses	-653	-452	-1,253	-1,071
<b>Profit Before Taxation</b>	<u>1,668</u>	<u>1,433</u>	<u>3,069</u>	<u>3,577</u>
Income tax expense	-377	-338	-844	-973
<b>Profit After Taxation</b>	<u>1,291</u>	<u>1,095</u>	<u>2,225</u>	<u>2,604</u>
<b>Other Comprehensive Income,</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Foreign currency translation	-4	8	-4	8
<b>Total Comprehensive Income For The Period</b>	<u>1,287</u>	<u>1,103</u>	<u>2,221</u>	<u>2,612</u>
Profit Attributable to:				
Equity holders of the parent	1,291	1,095	2,225	2,604
Minority interest	-	-	-	-
	<u>1,291</u>	<u>1,095</u>	<u>2,225</u>	<u>2,604</u>
Total Comprehensive Income Attributable To :				
Equity holders of the parent	1,287	1,103	2,221	2,612
Minority interest	-	-	-	-
	<u>1,287</u>	<u>1,103</u>	<u>2,221</u>	<u>2,612</u>
<b>Earnings per share attributable to equity holders of the Company:</b>				
- Basic (Sen)	1.32	1.12	2.27	2.66
- 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 2011 and the accompanying explanatory notes attached to the interim financial statement.

Company No.: 811010-H

**FIBON BERHAD**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE SECOND QUARTER ENDED 30 NOVEMBER 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
<b><u>6 months period ended 30 November 2011</u></b>						
As at 1 June 2011	9,800	707	(2,600)	14	16,775	24,696
Total comprehensive income for the period	-	-	-	(4)	2,225	2,221
As at 30 November 2011	9,800	707	(2,600)	10	19,000	26,917
	Share Capital RM'000	Share Premium RM'000	Merger Deficit RM'000	Translation Reserve RM'000	Retained Profits RM'000	Total RM'000
<b><u>6 months period ended 30 November 2010</u></b>						
As at 1 June 2010	9,800	707	(2,600)	(2)	13,190	21,095
Dividend payable	-	-	-	-	(804)	(804)
Total comprehensive income for the period	-	-	-	8	2,604	2,612
As at 30 November 2010	9,800	707	(2,600)	6	14,990	22,903

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 May 2011 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 SECOND QUARTER ENDED 30 NOVEMBER 2011**  
(The figures have not been audited)

	<b>CURRENT YEAR- TO-DATE 30.11.2011 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD 30.11.2010 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax for the financial period	3,069	3,577
Adjustments for non cash items	10	(312)
	<u>3,079</u>	<u>3,265</u>
Changes in working capital	(1,031)	(1,393)
Cash from operations	<u>2,048</u>	<u>1,872</u>
Taxation paid	(1,097)	(684)
Net cash from operating activities	<u>951</u>	<u>1,188</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipments	(35)	(41)
Interest received	177	155
Net cash from investing activities	<u>142</u>	<u>114</u>
Effect of exchange rate changes	(189)	14
<b>Net Change in Cash &amp; Cash Equivalents</b>	904	1,316
<b>Cash and Cash Equivalents at beginning of period</b>	13,821	15,446
<b>Cash and Cash Equivalents at end of period</b>	<u>14,725</u>	<u>16,762</u>
<b>Cash and cash equivalents at the end of the financial period comprise the following:</b>		
	<b>30.11.2011 RM'000</b>	<b>30.11.2010 RM'000</b>
Fixed deposits with licensed bank	11,590	13,815
Cash and bank balances	3,135	2,947
	<u>14,725</u>	<u>16,762</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 May 2011 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 30 NOVEMBER 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 2011.

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 2011, 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 1 (Revised): First-time Adoption of Financial Reporting Standards
- FRS 3 (Revised): Business Combinations
- FRS 127 (Revised) Consolidated and Separate Financial Statements
- Amendments to FRS 1 (Revised): Limited Exemption from Comparative FRS 7 Disclosure for First-time Adopters
- Amendments to FRS 1 (Revised): Additional Exemptions for First-time Adopters
- Amendments to FRS 2: Vesting Conditions and Cancellations
- Amendments to FRS 2: Scope of FRS 2 and FRS 3 (Revised)
- Amendments to FRS 2: Group Cash-settled Share-based Payment Transactions
- Amendments to FRS 5: Plan to Sell the Controlling Interest in a Subsidiary
- Amendments to FRS 7: Improving Disclosures about Financial
- Amendments to FRS 138: Consequential Amendments Arising from FRS 3 (Revised)
- IC Interpretation 4 Determining Whether An Arrangement Contains a Lease
- IC Interpretation 12 Service Concession Arrangements
- IC Interpretation 16 Hedges of a Net Investment in a Foreign Operation
- IC Interpretation 17 Distributions of Non-cash Assets to Owners
- IC Interpretation 18 Transfers of Assets from Customers
- Amendments to IC Interpretation 9: Scope of IC Interpretation 9 and FRS 3 (Revised)
- Annual Improvements to FRSs (2010)

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 2011 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.

**FIBON BERHAD (Company No. 811010-H)**

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**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 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 30 November 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
Plant and machinery	1
Furniture, fittings and office equipment	15
Capital work in progress	19
	<u>35</u>

**8. Dividends paid**

There were no dividends paid by the Company during the current financial quarter ended 30 November 2011.

**9. Segmental Information**

Sales revenue by products for the six (6) months financial period up to 30 November:

	Current Period 30 November 2011 RM'000	Previous Period 30 November 2010 RM'000
Manufacturing goods	6,656	6,078
Trading goods	2,471	995
Total	<u>9,127</u>	<u>7,073</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.

**12. Changes in the Composition of the Group**

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

**FIBON BERHAD (Company No. 811010-H)**

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***EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2011***

**13. *Changes in Contingent Liabilities and Contingent Assets***

There were no material changes in the contingent liabilities and contingent assets since the last annual statement of financial position as at 31 May 2011.

**14. *Capital Commitments***

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

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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 30 NOVEMBER 2011****B. Additional information required by BMSB Listing Requirements****1. Review of Performance**

In the current quarter ended 30 November 2011, the Group registered higher revenue of RM5,491,000 compared to previous corresponding quarter ended 30 November 2010 of RM3,006,000 as a result of increase in both manufacturing and trading sales. Profit before tax has increased from RM1,433,000 to RM1,668,000 as a result of increase in revenue.

**2. Comparison with the preceding quarter's results**

The Group posted a higher revenue in the current quarter of RM5,491,000 as compared to the preceding quarter ended 31 August 2011 of RM3,636,000 representing an increase of RM1,855,000. Profit before tax has increased from RM1,401,000 to RM1,668,000 mainly due to higher revenue generated.

**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 2012 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 2012 in any public document and hence this information is not applicable.

**5. Taxation**

	<u>Current quarter</u> 30/11/2011 RM'000	<u>Preceding year corresponding quarter</u> 30/11/2010 RM'000	<u>Current period to date</u> 30/11/2011 RM'000	<u>Preceding year corresponding period</u> 30/11/2010 RM'000
<b>Income taxation in Malaysia</b>				
- Current year	367	403	745	901
- (Over)/Under provision in previous year	(43)	-	(43)	1
<b>Foreign tax</b>	36	6	50	16
<b>Deferred taxation</b>				
- Current year	31	(83)	71	43
- (Over)/Under provision in previous year	(14)	12	21	12
	377	338	844	973

The effective tax rate of the Group was higher than the statutory tax rate mainly due to certain expenses which are not tax deductible.

**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 30 November 2011.



**FIBON BERHAD (Company No. 811010-H)**

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**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 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 30 November 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 30 November 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	Extended Timeframe for Utilisation RM'000	Balance Unutilised/ Deviation RM'000	%	Explanations
(i) Research & development activities	1,848	1,691	18 December 2011	18 December 2012	157	8	^
(ii) Purchase of machineries	1,700	786	18 December 2011	18 December 2012	914	54	^
(iii) Geographical expansion	1,180	790	18 December 2011	18 December 2012	390	33	^
(iv) Working capital	2,409	3,079	-	-	(670)	-	*
(v) Listing expenses	2,000	1,330	-	-	670	-	*
<b>Total</b>	<b>9,137</b>	<b>7,676</b>			<b>1,461</b>		

**Notes:**

^ The initial approved time frame for utilisation is 3 years from the date of listing. The Board of Directors have decided to extend the time frame for all remaining unutilised portions for another twelve (12) months period until 18 December 2012 in accordance with announcement made on 31 October 2011.

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

**9. Group borrowings**

As at 30 November 2011, the Group has no borrowings save for banking facilities utilised amounting to RM16,000 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 30 NOVEMBER 2011****11. Realised and Unrealised Profits of the Group**

	As at 30/11/2011 RM'000	As at 31/05/2011 RM'000
Realised profits	19,279	17,028
Unrealised losses	(279)	(253)
	<u>19,000</u>	<u>16,775</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 dividend has been declared or paid for the quarter under review.

A first and final single tier dividend of RM0.0112 per ordinary share amounting to RM1,097,600 in respect of the financial year ended 31 May 2011 has been approved by shareholders at the Annual General Meeting held on 31 October 2011 and subsequently paid on 28 December 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 30 November 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	6 Months Cumulative To Date
Net profit (RM'000)	1,291	2,225
Weighted average number of ordinary shares in issue ('000)	98,000	98,000
Basic earnings per share (sen)	1.32	2.27
Diluted earnings per share (sen)	-	-

**FIBON BERHAD (Company No. 811010-H)**

(Incorporated in Malaysia)

***EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 NOVEMBER 2011***

For and on behalf of  
**FIBON BERHAD**



**Noriah Binti Md Yusof  
Company Secretary  
Date: 30 January 2012**