

FIBON BERHAD
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 29 FEBRUARY 2012

	Unaudited As at 29.02.2012 RM'000	Audited As at 31.05.2011 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	4,213	4,223
Intangible assets	1,234	1,182
	<u>5,447</u>	<u>5,405</u>
Current assets		
Inventories	1,526	1,862
Trade receivables	6,423	4,774
Other receivables, deposits and prepayments	123	180
Tax recoverable	376	297
Fixed deposits with licensed bank	11,912	10,964
Cash and bank balances	3,050	2,857
	<u>23,410</u>	<u>20,934</u>
TOTAL ASSETS	<u>28,857</u>	<u>26,339</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	16	14
Retained earnings	19,074	16,775
	<u>26,997</u>	<u>24,696</u>
Total equity	<u>26,997</u>	<u>24,696</u>
Non-current liabilities		
Deferred tax liabilities	592	495
	<u>592</u>	<u>495</u>
Current liabilities		
Trade payables	778	618
Other payables and accruals	464	459
Tax payable	26	71
	<u>1,268</u>	<u>1,148</u>
Total liabilities	<u>1,860</u>	<u>1,643</u>
TOTAL EQUITY AND LIABILITIES	<u>28,857</u>	<u>26,339</u>
Net assets per share (RM)	0.28	0.25

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 THIRD QUARTER ENDED 29 FEBRUARY 2012
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 29.02.2012 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 28.02.2011 RM'000	CURRENT YEAR- TO-DATE 29.02.2012 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 28.02.2011 RM'000
Revenue	4,176	3,193	13,303	10,265
Cost of sales	-1,612	-1,476	-6,367	-3,996
Gross Profit	<u>2,564</u>	<u>1,717</u>	<u>6,936</u>	<u>6,269</u>
Other income	96	106	296	287
Selling & distribution costs	-257	-47	-506	-133
Administrative expenses	-797	-954	-2,050	-2,024
Profit Before Taxation	<u>1,606</u>	<u>822</u>	<u>4,676</u>	<u>4,399</u>
Income tax expense	-435	-181	-1,279	-1,154
Profit After Taxation	<u>1,171</u>	<u>641</u>	<u>3,397</u>	<u>3,245</u>
Other Comprehensive Income,	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Foreign currency translation	2	9	2	9
Total Comprehensive Income For The Period	<u>1,173</u>	<u>650</u>	<u>3,399</u>	<u>3,254</u>
Profit Attributable to:				
Owners of the parent	1,171	641	3,397	3,245
Non-controlling interests	-	-	-	-
	<u>1,171</u>	<u>641</u>	<u>3,397</u>	<u>3,245</u>
Total Comprehensive Income Attributable To :				
Owners of the parent	1,173	650	3,399	3,254
Non-controlling interests	-	-	-	-
	<u>1,173</u>	<u>650</u>	<u>3,399</u>	<u>3,254</u>
Earnings per share attributable to owners of the parent:				
- Basic (Sen)	1.19	0.65	3.47	3.31
- 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 THIRD QUARTER ENDED 29 FEBRUARY 2012
(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 29 February 2012</u>						
As at 1 June 2011	9,800	707	(2,600)	14	16,775	24,696
Dividend paid	-	-	-	-	(1,098)	(1,098)
Total comprehensive income for the period	-	-	-	2	3,397	3,399
As at 29 February 2012	9,800	707	(2,600)	16	19,074	26,997
<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

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.

FIBON BERHAD
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 29 FEBRUARY 2012
(The figures have not been audited)

	CURRENT YEAR- TO-DATE 29.02.2012 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 28.02.2011 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax for the financial period	4,676	4,399
Adjustments for:		
Amortisation of development expenditure	-	9
Depreciation of property, plant and equipment	215	129
Property, plant and equipment written off	-	1
Loss/(gain) on foreign exchange - unrealised	49	(194)
Goodwill written off	-	7
Interest income	(273)	(231)
Operating profit before changes in working capital	<u>4,667</u>	<u>4,120</u>
Changes in working capital:		
Increase in development expenditure	(52)	(258)
Decrease/(increase) in inventories	336	(678)
Increase in receivables	(1,470)	(865)
Increase in payables	97	848
Cash generated from operations	<u>3,578</u>	<u>3,167</u>
Taxation paid	(1,305)	(777)
Net cash from operating activities	<u>2,273</u>	<u>2,390</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipments	(205)	(3,229)
Interest received	273	231
Net cash from/(used in) investing activities	<u>68</u>	<u>(2,998)</u>
CASH FLOWS FOR FINANCING ACTIVITIES		
Dividend paid	(1,098)	(804)
Net cash used in financing activities	<u>(1,098)</u>	<u>(804)</u>
Effect of exchange rate changes	(102)	(6)
Net Change in Cash & Cash Equivalents	1,141	(1,418)
Cash and Cash Equivalents at beginning of period	13,821	15,446
Cash and Cash Equivalents at end of period	<u>14,962</u>	<u>14,028</u>
Cash and cash equivalents at the end of the financial period comprise the following:	29.02.2012	28.02.2011
	RM'000	RM'000
Fixed deposits with licensed bank	11,912	9,399
Cash and bank balances	3,050	4,629
	<u>14,962</u>	<u>14,028</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 29 FEBRUARY 2012***

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: 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 Instrument
- 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.

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.

FIBON BERHAD (Company No. 811010-H)
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EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 29 FEBRUARY 2012

6. Debts and Equity Securities

There were no issuance, repurchase, or repayment of debts and equity securities for the current financial period ended 29 February 2012.

7. Acquisition and Disposal 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	139
Furniture, fittings and office equipment	28
Building	4
Capital work in progress	34
	<u>205</u>

There is no disposal of property, plant and equipment by the Group during the period under review.

8. Dividends paid

A final single-tier tax exempt dividend of RM0.0112 per share, on 98,000,000 ordinary shares, amounting to RM1,097,600 for the financial year ended 31 May 2011 was approved during the Fourth Annual General Meeting held on 31 October 2011 and paid on 28 December 2011.

9. Segmental Information

Sales revenue by geographical market for the nine (9) months financial period ended February is as follows:

	<u>Current period to date 29/02/2012</u>	<u>Preceding year corresponding period 28/02/2011</u>
	RM'000	RM'000
Malaysia	3,874	3,288
Singapore	4,777	3,190
Australia	1,770	1,085
Europe	1,119	31
Others	1,763	2,671
Total	<u>13,303</u>	<u>10,265</u>

No other segmental information such as segment assets, liabilities and results are presented as the Group's sales are predominantly generated from Malaysia.

10. 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.

***EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 29 FEBRUARY 2012***

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 end of the last annual balance sheet date.

13. *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 29 FEBRUARY 2012****B. Additional information required by BMSB Listing Requirements****1. Review of Performance**

In the current quarter ended 29 February 2012, the Group registered higher revenue of RM4,176,000 compared to previous corresponding quarter ended 28 February 2011 of RM3,193,000 as a result of increase in both local sales and export sales to Singapore, Australia as well as certain European countries. Profit before tax has increased from RM822,000 to RM1,606,000 as a result of increase in revenue.

2. Comparison With the Preceding Quarter's Results

The Group posted a lower revenue in the current quarter of RM4,176,000 as compared to the preceding quarter ended 30 November 2011 of RM5,491,000 representing a decrease of RM1,315,000. Profit before tax has decreased from RM1,668,000 to RM1,606,000 mainly due to lower revenue generated as well as higher administrative, selling and distribution costs incurred in efforts of penetrating some new markets in the European region.

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. Profit Before Tax

Profit before tax is arrived at after charging:-

	<u>Current quarter</u> 29/02/2012 RM'000	<u>Preceding year corresponding quarter</u> 28/02/2011 RM'000	<u>Current period to date</u> 29/02/2012 RM'000	<u>Preceding year corresponding period</u> 28/02/2011 RM'000
Amortisation of development expenditure	-	1	-	9
Depreciation of property, plant and equipment	74	59	215	129
Goodwill written off	-	-	-	7
Loss on foreign exchange:				
- realised	-	-	-	1
- unrealised	3	49	49	-
Property, plant and equipment written off	-	-	-	1
and crediting:-				
Gain on foreign exchange:				
- realised	(134)	(120)	(507)	(141)
- unrealised	-	-	-	(194)
Interest income	(96)	(76)	(273)	(231)

Other than the above items, there were no provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investments, impairment of assets, gain or loss on derivatives and exceptional items for the current quarter and current year-to-date.

5. Taxation

	<u>Current quarter</u> 29/02/2012 RM'000	<u>Preceding year corresponding quarter</u> 28/02/2011 RM'000	<u>Current period to date</u> 29/02/2012 RM'000	<u>Preceding year corresponding period</u> 28/02/2011 RM'000
Income taxation in Malaysia				
- Current year	384	175	1,129	1,076
- Over provision in previous year	-	(54)	(43)	(53)
Foreign tax	46	5	96	21
Deferred taxation				
- Current year	5	55	76	98
- Under provision in previous year	-	-	21	12
	<u>435</u>	<u>181</u>	<u>1,279</u>	<u>1,154</u>

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

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.

b) Utilisation of Proceeds

As at 29 February 2012, 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	1,848	18 December 2011	18 December 2012	0	-	^
(ii) Purchase of machineries	1,700	939	18 December 2011	18 December 2012	761	45	^
(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	-	*
Total	<u>9,137</u>	<u>7,986</u>			<u>1,151</u>		

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.

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EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 29 FEBRUARY 2012

8. Group borrowings

As at 29 February 2012, the Group has no borrowings save for banking facilities utilised amounting to RM16,000 in the form of bank guarantee.

9. Realised and Unrealised Profits of the Group

	As at 29/02/2012	As at 31/05/2011
	RM'000	RM'000
Realised profits	19,402	17,028
Unrealised losses	(328)	(253)
	<u>19,074</u>	<u>16,775</u>

10. Material Litigation

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

11. Dividend

No interim dividend has been declared during the current quarter under review.

12. Earnings per Share ("EPS")

(i) Basic EPS

The basic EPS is calculated by dividing the net profit for the current financial quarter ended 29 February 2012 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)	1,171	3,397
Weighted average number of ordinary shares in issue ('000)	98,000	98,000
Basic earnings per share (sen)	1.19	3.47
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 29 FEBRUARY 2012***

For and on behalf of
FIBON BERHAD



Norah Binti Md Yusof
Company Secretary
Date: 25 April 2012