

FIBON BERHAD
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2012

	Unaudited As at 31.05.2012 RM'000	Audited As at 31.05.2011 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	4,609	4,223
Intangible assets	1,244	1,182
	<u>5,853</u>	<u>5,405</u>
Current assets		
Inventories	1,275	1,862
Trade receivables	4,675	4,774
Other receivables, deposits and prepayments	121	180
Tax recoverable	63	297
Fixed deposits with licensed bank	13,503	10,964
Cash and bank balances	4,467	2,857
	<u>24,104</u>	<u>20,934</u>
TOTAL ASSETS	<u>29,957</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	(2)	14
Retained earnings	20,179	16,775
	<u>28,084</u>	<u>24,696</u>
Total equity	<u>28,084</u>	<u>24,696</u>
Non-current liabilities		
Deferred tax liabilities	633	495
	<u>633</u>	<u>495</u>
Current liabilities		
Trade payables	551	618
Other payables and accruals	622	459
Tax payable	67	71
	<u>1,240</u>	<u>1,148</u>
Total liabilities	<u>1,873</u>	<u>1,643</u>
TOTAL EQUITY AND LIABILITIES	<u>29,957</u>	<u>26,339</u>
Net assets per share (RM)	<u>0.29</u>	<u>0.25</u>

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 FOURTH QUARTER ENDED 31 MAY 2012**
(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER ENDED 31.05.2012 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 31.05.2011 RM'000	CURRENT YEAR- TO-DATE 31.05.2012 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31.05.2011 RM'000
Revenue	3,598	4,233	16,901	14,498
Cost of sales	-1,494	-2,256	-7,861	-6,252
Gross Profit	<u>2,104</u>	<u>1,977</u>	<u>9,040</u>	<u>8,246</u>
Other income	134	88	430	375
Selling & distribution costs	-33	-62	-539	-195
Administrative expenses	-655	-457	-2,705	-2,481
Profit Before Taxation	<u>1,550</u>	<u>1,546</u>	<u>6,226</u>	<u>5,945</u>
Income tax expense	-445	-402	-1,724	-1,556
Profit After Taxation	<u>1,105</u>	<u>1,144</u>	<u>4,502</u>	<u>4,389</u>
Other Comprehensive Income,	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Foreign currency translation	-18	7	-16	16
Total Comprehensive Income For The Period	<u>1,087</u>	<u>1,151</u>	<u>4,486</u>	<u>4,405</u>
Profit Attributable to:				
Owners of the parent	1,105	1,144	4,502	4,389
Non-controlling interests	-	-	-	-
	<u>1,105</u>	<u>1,144</u>	<u>4,502</u>	<u>4,389</u>
Total Comprehensive Income Attributable To :				
Owners of the parent	1,087	1,151	4,486	4,405
Non-controlling interests	-	-	-	-
	<u>1,087</u>	<u>1,151</u>	<u>4,486</u>	<u>4,405</u>
Earnings per share attributable to owners of the parent:				
- Basic (Sen)	1.13	1.17	4.59	4.48
- 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 FOURTH QUARTER ENDED 31 MAY 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>12 months period ended 31 May 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	-	-	-	(16)	4,502	4,486
As at 31 May 2012	9,800	707	(2,600)	(2)	20,179	28,084
	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 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	-	-	-	16	4,389	4,405
As at 31 May 2011	9,800	707	(2,600)	14	16,775	24,696

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
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FOURTH QUARTER ENDED 31 MAY 2012
(The figures have not been audited)

	CURRENT YEAR- TO-DATE 31.05.2012 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31.05.2011 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax for the financial period	6,226	5,945
Adjustments for:		
Amortisation of development expenditure	-	9
Depreciation of property, plant and equipment	295	188
Property, plant and equipment written off	32	-
Gain on disposal of property, plant and equipment	(8)	-
Goodwill written off	-	7
Unrealised foreign exchange loss / (gain)	181	(524)
Interest income	(407)	(322)
Operating profit before changes in working capital	<u>6,319</u>	<u>5,303</u>
Changes in working capital:		
Increase in development expenditure	(62)	(83)
Decrease/(increase) in inventories	562	(437)
Decrease/(increase) in receivables	(43)	(1,718)
Increase in payables	75	459
Cash generated from operations	<u>6,851</u>	<u>3,524</u>
Taxation paid	(1,354)	(1,602)
Net cash from operating activities	<u>5,497</u>	<u>1,922</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipments	(741)	(3,337)
Proceeds from disposal of property, plant and equipment	32	-
Interest received	407	322
Net cash used in investing activities	<u>(302)</u>	<u>(3,015)</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	52	272
Net Change in Cash & Cash Equivalents	4,149	(1,625)
Cash and Cash Equivalents at beginning of period	13,821	15,446
Cash and Cash Equivalents at end of period	<u>17,970</u>	<u>13,821</u>
Cash and cash equivalents at the end of the financial period comprise the following:	31.05.2012	31.05.2011
	RM'000	RM'000
Fixed deposits with licensed bank	13,503	10,964
Cash and bank balances	4,467	2,857
	<u>17,970</u>	<u>13,821</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

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***EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MAY 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 Instruments
- 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.

The Group's next set of interim financial statements will be prepared in accordance with the Malaysian Financial Reporting Standards ("MFRSs") issued by the Malaysian Accounting Standards Board ("MASB") that will also comply with International Financial Reporting Standards.

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.

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**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2012****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 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	529
Furniture, fittings and office equipment	38
Building	5
Capital work in progress	169
	<u>741</u>

The disposal/written off of property, plant and equipment by the Group during the period under review are as follows:

	Net Book Value RM'000
Plant and machinery	<u>57</u>

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.

There was no dividend paid by the Company during current financial quarter ended 31 May 2012.

9. Segmental Information

Sales revenue by geographical market for the twelve (12) months financial period ended May is as follows:

	<u>Current period to date 31/05/2012</u>	<u>Preceding year corresponding period 31/05/2011</u>
	RM'000	RM'000
Malaysia	5,242	4,622
Singapore	5,793	4,449
Australia	2,157	1,896
Europe	1,536	111
Others	2,173	3,420
Total	<u>16,901</u>	<u>14,498</u>

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***EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2012***

9. *Segmental Information (Cont'd)*

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.

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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**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2012****B. Additional information required by BMSB Listing Requirements****1. Review of Performance**

In the current quarter ended 31 May 2012, the Group registered lower revenue of RM3,598,000 compared to previous corresponding quarter ended 31 May 2011 of RM4,233,000 as a result of decrease in trading sales. Although revenue decreased, profit before tax has increased from RM1,546,000 to RM1,550,000 due to gross profit contribution from higher manufacturing sales.

2. Comparison With the Preceding Quarter's Results

The Group posted a lower revenue in the current quarter of RM3,598,000 as compared to the preceding quarter ended 29 February 2012 of RM4,176,000 representing a decrease of RM578,000. Profit before tax has decreased from RM1,606,000 to RM1,550,000 mainly due to lower 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 2013 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 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> 31/05/2012 RM'000	<u>Preceding year corresponding quarter</u> 31/05/2011 RM'000	<u>Current period to date</u> 31/05/2012 RM'000	<u>Preceding year corresponding period</u> 31/05/2011 RM'000
Audit fee				
- for the financial period	16	7	55	50
- under provision in prior period	-	-	-	12
Amortisation of development expenditure	-	-	-	9
Depreciation of property, plant and equipment	80	59	295	188
Directors' fee	71	62	246	246
Directors non-fee emoluments	86	68	594	494
Goodwill written off	-	-	-	7
Loss on foreign exchange	133	-	182	1
Rental of premises	18	18	72	93
Research and development expenditure	152	140	576	549
Property, plant and equipment written off	32	-	32	1
and crediting:-				
Gain on foreign exchange	(197)	(400)	(704)	(735)
Interest income	(134)	(91)	(407)	(322)
Gain on disposal of property, plant and equipment	(8)	-	(8)	-

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**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2012****6. Taxation**

	<u>Current quarter</u> 31/05/2012 RM'000	<u>Preceding year corresponding quarter</u> 31/05/2011 RM'000	<u>Current period to date</u> 31/05/2012 RM'000	<u>Preceding year corresponding period</u> 31/05/2011 RM'000
Income taxation in Malaysia				
- Current year	384	309	1,513	1,385
- Over provision in previous year	-	-	(43)	(53)
Foreign tax	20	47	116	69
Deferred taxation				
- Current year	41	46	117	143
- Under provision in previous year	-	-	21	12
	445	402	1,724	1,556

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 31 May 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	1,464	18 December 2011	18 December 2012	236	14	^
(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	9,137	8,511			626		

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

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**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2012****8. Group borrowings**

As at 31 May 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 31/05/2012 RM'000	As at 31/05/2011 RM'000
Realised profits	20,689	17,028
Unrealised losses	(510)	(253)
	<u>20,179</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 31 May 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.

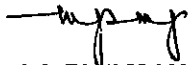
	Current Quarter	12 Months Cumulative To Date
Net profit (RM'000)	1,105	4,502
Weighted average number of ordinary shares in issue ('000)	98,000	98,000
Basic earnings per share (sen)	1.13	4.59
Diluted earnings per share (sen)	-	-

FIBON BERHAD (Company No. 811010-H)

(Incorporated in Malaysia)

***EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31 MAY 2012***

For and on behalf of
FIBON BERHAD



Noriah Binti Md Yusof

Company Secretary

Date: 30 July 2012