

SOUTH MALAYSIA INDUSTRIES BERHAD (8482 - D)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012

Condensed Consolidated Statements of Comprehensive Income

	3 Months Ended		9 Months Ended	
	30.9.2012 RM'000	30.9.2011 RM'000	30.9.2012 RM'000	30.9.2011 RM'000
Revenue	21,897	31,323	82,644	76,564
Operating Expenses	(25,007)	(33,279)	(87,768)	(82,605)
Other Expenses	(323)	(374)	(1,300)	(922)
Interest Income	266	193	762	886
Other Operating Income	566	670	1,902	1,740
Profit/(loss) from Operations	(2,601)	(1,467)	(3,760)	(4,337)
Finance costs	(538)	(89)	(1,169)	(348)
Investing Results	-	-	-	-
Profit/(loss) before tax	(3,139)	(1,556)	(4,929)	(4,685)
Tax	67	(455)	(807)	(788)
Net Profit/(loss) for the period	(3,072)	(2,011)	(5,736)	(5,473)
Other comprehensive income/(loss), net of tax				
- Exchange differences on translating foreign operations	172	368	1,076	1,236
- Fair value of available-for-sale financial assets	(19)	(952)	462	(1,407)
Other comprehensive income/(loss) for the period, net of tax	153	(584)	1,538	(171)
Total comprehensive income/(loss) for the period	(2,919)	(2,595)	(4,198)	(5,644)
Profit/(loss) attributable to:				
Owners of the parent	(2,768)	(2,064)	(4,613)	(5,626)
Minority Interests	(304)	53	(1,123)	153
	(3,072)	(2,011)	(5,736)	(5,473)
Total comprehensive income/(loss) attributable to:				
Owners of the parent	(2,632)	(2,782)	(2,683)	(6,128)
Minority Interests	(287)	187	(1,515)	484
	(2,919)	(2,595)	(4,198)	(5,644)
Earnings/(loss) per share attributable to equity holders of the parent:				
Basic/Diluted (sen)	(1.32)	(0.98)	(2.20)	(2.68)

(The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2011)

SOUTH MALAYSIA INDUSTRIES BERHAD (8482 - D)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012**Condensed Consolidated Statements of Financial Position**

	As at 30.9.2012 RM'000	As at 31.12.2011 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	50,929	53,361
Prepaid lease payments	946	1,066
Investment properties	29,153	29,153
Land held for property development	9,485	10,766
Available-for-sale financial assets	19,292	18,040
	109,805	112,386
Current assets		
Inventories	25,478	26,103
Trade and other receivables	55,493	60,316
Available-for-sale financial assets	4,073	-
Cash and cash equivalents	46,011	30,622
	131,055	117,041
TOTAL ASSETS	240,860	229,427
EQUITY		
Capital and reserves attributable to the Company's equity holders		
Share capital	209,940	209,940
Reserves	(41,936)	(39,253)
Shareholders' Equity	168,004	170,687
Minority Interest	(3,357)	(1,842)
TOTAL EQUITY	164,647	168,845
LIABILITIES		
Non-current liabilities		
Borrowings	18,635	753
Deferred liabilities	1,456	1,794
	20,091	2,547
Current liabilities		
Trade and other payables	39,387	47,573
Borrowings	16,436	10,000
Derivative liabilities	45	-
Taxation	254	462
	56,122	58,035
TOTAL LIABILITIES	76,213	60,582
TOTAL EQUITY AND LIABILITIES	240,860	229,427
Net assets per share (RM) attributable to ordinary equity holders of the parent	0.80	0.81

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2011)

SOUTH MALAYSIA INDUSTRIES BERHAD (8482 - D)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012

Condensed Consolidated Statement of Changes in Equity

	Attributable to Owners of the Parent						Non-Controlling Interest	Total Equity	
	Share Capital	Share Premium	Foreign Exchange Reserve	Revaluation Reserve	Fair Value Reserve	Accumulated Losses			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
9 months ended 30.9.2012									
At 1.1.2012	209,940	34,299	15,138	1,168	242	(90,100)	170,687	(1,842)	168,845
Profit/(loss) for the period	-	-	-	-	-	(4,613)	(4,613)	(1,123)	(5,736)
Other comprehensive income/(loss)	-	-	1,468	-	462	-	1,930	(392)	1,538
Total comprehensive income/(loss) for the period	-	-	1,468	-	462	(4,613)	(2,683)	(1,515)	(4,198)
At 30.9.2012	209,940	34,299	16,606	1,168	704	(94,713)	168,004	(3,357)	164,647
9 months ended 30.9.2011									
At 1.1.2011	209,940	34,299	14,272	1,168	697	(84,421)	175,955	(849)	175,106
Profit/(loss) for the period	-	-	-	-	-	(5,626)	(5,626)	153	(5,473)
Other comprehensive income/(loss)	-	-	904	-	(1,407)	-	(503)	332	(171)
Total comprehensive income/(loss) for the period	-	-	904	-	(1,407)	(5,626)	(6,129)	485	(5,644)
At 30.9.2011	209,940	34,299	15,176	1,168	(710)	(90,047)	169,826	(364)	169,462

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2011)

SOUTH MALAYSIA INDUSTRIES BERHAD (8482 - D)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012**Consolidated Statements of Cash Flow**

	9 Months Ended 30.9.2012 RM'000	9 Months Ended 30.9.2011 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before tax	(4,929)	(4,685)
Adjustments for:		
Depreciation & amortisation	3,005	3,070
Other non-cash items	(306)	105
Finance costs	1,169	41
Finance income	(762)	(886)
Operating profit/(loss) before working capital changes	(1,823)	(2,355)
Decrease/(increase) in property development cost	2,864	2,182
Decrease in inventories	(558)	2,359
Decrease/(increase) in trade and other receivables	4,458	10,464
Increase/(decrease) in trade and other payables	(7,310)	(22,602)
Cash generated from/(used in) operations	(2,369)	(9,952)
Interest paid	(1,169)	(41)
Tax paid	(944)	(4,565)
Net cash from/(used in) operating activities	(4,482)	(14,558)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	760	851
Expenditure on land held for property development	(400)	(397)
Proceeds from disposal of available-for-sale financial assets	-	3,257
Purchase of available-for-sale financial assets	(4,094)	(1,500)
Purchase of property, plant and equipment	(490)	(1,057)
Proceeds from disposal of property, plant and equipment	-	162
Net dividend received	94	-
Net cash from/(used in) investing activities	(4,130)	1,316
CASH FLOWS FROM FINANCING ACTIVITIES		
Loans and borrowings, net drawdown/(repayment)	24,226	(20,440)
Repayments of hire purchase payables	(140)	(292)
Withdrawal from sinking fund account	-	1,457
Net cash from/(used in) financing activities	24,086	(19,275)
Effects of exchange rate changes on cash and cash equivalents	(85)	609
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD	15,389	(31,908)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	30,622	65,613
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	46,011	33,705

SOUTH MALAYSIA INDUSTRIES BERHAD (8482 - D)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012

NOTES TO THE INTERIM FINANCIAL REPORT

A1 Accounting Policies

The interim financial report is prepared in accordance with Financial Reporting Standards 134 - Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The figures have not been audited.

The interim financial report should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2011. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2011.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those of the audited financial statements for the financial year ended 31 December 2011, except for the adoption of the following Financial Reporting Standards ("FRS"), amendments to FRSs and IC Interpretations which are applicable for the Group's financial period beginning 1 January 2012.

IC Interpretation 19	Extinguishing Financial Liabilities
Amendments to IC interpretation 14	Prepayment of a Minimum Funding Requirement
FRS 124	Related Party Disclosures (revised)
Amendments to FRS 1	Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters
Amendments to FRS 7	Disclosures - Transfers of Financial Assets
Amendments to FRS 112	Deferred Tax - Recovery of Underlying Assets

The adoption of the above FRSs, Amendments and IC Interpretation did not result in any significant changes in the accounting policies and presentations of the financial statement of the Group.

A2 Malaysian Financial Reporting Standards (MFRS)

On 19 November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards ("MFRS Framework"). The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 agriculture ("MFRS 141") and IC Interpretation 15 Agreements for Construction of Real Estate ("IC 15"), including its parent, significant investor and venture (herein called "Transitioning Entities"). Transitioning Entities will be allowed to defer adoption of the new MFRS Framework for an additional one year. However, on 30 June 2012, MASB further extended the transitional period for another year. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual period beginning on or after 1 January 2014.

Financial statements that are drawn up in accordance with the new MFRS Framework will be equivalent to financial statements prepared by other jurisdictions which adopt IFRSs ("International Financial Reporting Standards").

The Group is subject to the application of IC Interpretation 15, therefore falls within the scope definition of Transitioning Entities and has opted to defer adoption of the new MFRS Framework. Accordingly, the Group will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the financial year ending 31 December 2014. In presenting the Group's first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

SOUTH MALAYSIA INDUSTRIES BERHAD (8482 - D)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012

NOTES TO THE INTERIM FINANCIAL REPORT

A2 Malaysian Financial Reporting Standards (MFRS) - Cont'd

The Group is currently assessing the implications and financial impact of transition to the MFRS Framework. Accordingly, the consolidated financial performance and financial position as disclosed in these financial statements for the financial period ended 30 September 2012 could be different if prepared under the MFRS Framework.

A3 Audit Report of the Previous Annual Financial Report

The audit report of the previous annual financial report was not qualified.

A4 Seasonality or Cyclicity of Interim Operations

The Group's operations were not significantly affected by any seasonal or cyclical factors.

A5 Unusual Items Affecting the Financial Statements

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their material effect in the current quarter under review.

A6 Changes in Accounting Estimates

There were no changes in estimates of amount reported in prior interim periods or prior financial years that have a material effect in the current quarter under review.

A7 Debt and Equity Securities

There were no issuance of debt and equity securities, share buy back, share cancellation, share held as treasury and resale of treasury share during the financial period ended 30 September 2012.

A8 Dividends Paid

No dividend has been paid during the financial period ended 30 September 2012.

SOUTH MALAYSIA INDUSTRIES BERHAD (8482 - D)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012

NOTES TO THE INTERIM FINANCIAL REPORT

A9 Segment Reporting

The Group is organised on a worldwide basis into four main business segments:

- (a) Property development - develop and sale of residential and commercial properties & car park operation
- (b) Investment Holding - investment in properties and holding company
- (c) Manufacturing & trading - manufacture of assorted wires and trading
- (d) Leisure and entertainment - cinema business

Other operations of the Group mainly comprise of dormant companies which are not of sufficient size to be reported separately

9 months ended 30.9.2012	Property Development RM'000	Investment Holding RM'000	Manufacturing & Trading RM'000	Leisure & Entertainment RM'000	Others RM'000	Elimination RM'000	Total RM'000
Segment Revenue							
External revenue	41,872	927	38,599	1,246	-	-	82,644
Intersegment revenue	-	39	-	-	-	(39)	-
	<u>41,872</u>	<u>966</u>	<u>38,599</u>	<u>1,246</u>	<u>-</u>	<u>(39)</u>	<u>82,644</u>
Segment Results							
Profit/(loss) from operations	2,839	(2,262)	36	(1,371)	3	-	(755)
Finance costs	(50)	(725)	(394)	-	-	-	(1,169)
Depreciation & amortisation	(474)	(258)	(952)	(1,321)	-	-	(3,005)
Profit/(loss) before tax	<u>2,315</u>	<u>(3,245)</u>	<u>(1,310)</u>	<u>(2,692)</u>	<u>3</u>	<u>-</u>	<u>(4,929)</u>
Tax	(761)	2	10	(56)	(2)	-	(807)
Profit/(loss) from ordinary activities after tax	<u>1,554</u>	<u>(3,243)</u>	<u>(1,300)</u>	<u>(2,748)</u>	<u>1</u>	<u>-</u>	<u>(5,736)</u>
Minority interests	-	-	-	1,123	-	-	1,123
Net profit/(loss) attributable to shareholders	<u>1,554</u>	<u>(3,243)</u>	<u>(1,300)</u>	<u>(1,625)</u>	<u>1</u>	<u>-</u>	<u>(4,613)</u>
Assets and Liabilities							
Segment assets	104,796	80,256	38,578	15,927	1,303	-	240,860
Segment liabilities	20,616	20,233	18,015	17,061	288	-	76,213

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(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012

NOTES TO THE INTERIM FINANCIAL REPORT

9 months ended 30.9.2011	Property Development RM'000	Investment Holding RM'000	Manufacturing & Trading RM'000	Leisure & Entertainment RM'000	Others RM'000	Elimination RM'000	Total RM'000
Segment Revenue							
External revenue	36,745	916	37,070	1,833	-	-	76,564
Intersegment revenue	-	11,121	-	-	-	(11,121)	-
	<u>36,745</u>	<u>12,037</u>	<u>37,070</u>	<u>1,833</u>	<u>-</u>	<u>(11,121)</u>	<u>76,564</u>
Segment Results							
Profit/(loss) from operations	2,527	(2,410)	(178)	(1,207)	1	-	(1,267)
Finance costs	(77)	(23)	(248)	-	-	-	(348)
Depreciation & amortisation	(517)	(250)	(977)	(1,326)	-	-	(3,070)
Profit/(loss) before tax	<u>1,933</u>	<u>(2,683)</u>	<u>(1,403)</u>	<u>(2,533)</u>	<u>1</u>	<u>-</u>	<u>(4,685)</u>
Tax	(716)	-	8	(78)	(2)	-	(788)
Profit/(loss) from ordinary activities after tax	<u>1,217</u>	<u>(2,683)</u>	<u>(1,395)</u>	<u>(2,611)</u>	<u>(1)</u>	<u>-</u>	<u>(5,473)</u>
Minority interests	-	-	-	(153)	-	-	(153)
Net profit/(loss) attributable to shareholders	<u>1,217</u>	<u>(2,683)</u>	<u>(1,395)</u>	<u>(2,764)</u>	<u>(1)</u>	<u>-</u>	<u>(5,626)</u>
Assets and Liabilities							
Segment assets	121,278	59,671	34,798	17,862	1,091	-	234,700
Segment liabilities	35,721	843	12,711	15,672	290	-	65,237

A10 Valuation of Property, Plant & Equipment

The valuation of property, plant and equipment have been brought forward, without amendments from the previous annual financial report.

A11 Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the current financial period ended 30 September 2012 up to date of this report.

A12 Changes in the Composition of the Group

On 3 August 2012, the Company's wholly-owned dormant subsidiary company, Erico Estates Sdn Bhd has been struck off from the register of Companies Commission of Malaysia pursuant to Section 308(4) of the Companies Act, 1965.

Other than as disclosed, there were no changes in the composition of the Group during the current financial period ended 30 September 2012.

SOUTH MALAYSIA INDUSTRIES BERHAD (8482 - D)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012

NOTES TO THE INTERIM FINANCIAL REPORT

A13 Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities and contingent assets since 30 June 2012.

A14 Outstanding Commitments

There were no outstanding commitments for the financial period under review.

A15 Significant Known Related Party Disclosures

There is no significant known related party transaction during the financial period.

SOUTH MALAYSIA INDUSTRIES BERHAD (8482 - D)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012

NOTES TO THE INTERIM FINANCIAL REPORT

ADDITIONAL INFORMATION REQUIRED PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1 Review of Performance of the Company and its Principal Subsidiaries

For the Quarter

The Group registered a revenue of RM21.9 million and a loss before tax of RM3.14 million in the third quarter ended 30 September 2012 as compared to a revenue of RM31.32 million and a loss before tax of RM1.56 million in the preceding year third quarter. The property division recorded a decrease of RM8.8 million in revenue and RM1.9m of profit before tax due to slower progress of Zenith Condominium, Taman Saikat and Bandar Meru Raya development works.

For the Nine months period

The Group's revenue of RM82.64 million for the financial period ended 30 September 2012 represents a 8% or RM6.08 million increase from RM76.56 million in the corresponding period ended 30 September 2011. The property division recorded an increase of RM5.13 million due to higher progress billings recognised from the Zenith condominium project, while the manufacturing and trading division has also recorded a higher revenue of RM1.53 million as a result of higher domestic demand.

Gross Profit margin of the Group increased from 11.2% for the financial period ended 30 September 2011 to 11.5% in the financial period ended 30 September 2012 mainly due to higher margins of its development projects in Ipoh.

Operating loss before tax of the Group for the financial period ended 30 September 2012 was higher at RM4.93 million as compared with a loss of RM4.69 million in the corresponding financial period ended 30 September 2011. This was mainly due to higher interest expense in respect of a term loan drawdown in the financial period under review by the Group's investment holding division.

B2 Explanatory comments on Any Material Change in the Profit Before Taxation for the Quarter Reported on as Compared with the Immediate Preceding Quarter

Third Quarter 2012 vs Second Quarter 2012

During the 3 months ended 30 September 2012, the Group recorded a total revenue of RM21.9 million, a decrease of RM8.07 million from RM29.97 million in the preceding 3 months ended 30 June 2012. The decrease in revenue was mainly due to lower contribution from the property, and manufacturing and trading divisions.

The property division recorded a 38% decrease in revenue from RM15.37 million in the Second Quarter 2012 to RM9.57 million in the Third Quarter 2012 mainly due to lower contribution from the Zenith condominium project.

The manufacturing and trading division recorded a 15% decrease in revenue from RM13.73 million in the Second Quarter 2012 to RM11.72 million in the Third Quarter 2012. Sales in the Second Quarter was higher than the Third Quarter due to lower domestic sales as a result of competition from goods imported from China

Loss before tax was higher at RM3.14 million in the Third Quarter 2012 as compared to RM0.68 million in the Second Quarter 2012 mainly due to lower profit recognition by the property division as a result of slower work progress and lower manufacturing sales.

SOUTH MALAYSIA INDUSTRIES BERHAD (8482 - D)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012

NOTES TO THE INTERIM FINANCIAL REPORT

B3 Commentary on Prospects

The worsening economic conditions in Europe and the United States have resulted in the drop in the country's external demand. After expanding 7.2% in 2010, Malaysia's growth in 2011 has slowed to 5.1%, only to be supported by favourable domestic demand. In view of the uncertainty over the sustainability of the upward trend in domestic demand which has created greater downside risks to GDP, Bank Negara Malaysia has revised the official growth forecast of 5% to 6% in 2012 to 4.5% to 5.5%. The economic environment and external factors are expected to exert pressure on the Group's earnings and profit. The monetary policies introduced by Bank Negara Malaysia to curb excessive speculation has affected the property market in general.

The property division is expected to be the main contributor to the Group's results in 2012 from its on-going development projects and new property launches. Faced with intense competition, the Group expects the manufacturing division's operating environment in 2012 to be broadly similar to 2011. Hence, efforts are focused on improving operating margin and retaining its core customers.

B4 Explanatory Notes for Variance of Actual Profit from Forecast Profit / Profit Guarantee

Not applicable.

B5 Taxation

	3 months Ended 30.9.2012 RM'000	9 months Ended 30.9.2012 RM'000
Taxation based on the results for the period:		
Malaysian taxation	7	1,110
Overseas taxation	18	56
Transfer to/(from) deferred taxation	(81)	(338)
	<u>(56)</u>	<u>828</u>
Under/(over) provision of taxation in respect of prior periods	(11)	(21)
	<u>(67)</u>	<u>807</u>

The disproportionate tax charge in the current period was mainly due to non availability of group relief in respect of losses incurred by certain subsidiary companies, certain expenses which are not deductible for tax purposes certain income which are not subject to tax.

B6 Status of Corporate Proposals

No corporate proposal was undertaken by the Group in the financial period ended 30 September 2012.

SOUTH MALAYSIA INDUSTRIES BERHAD (8482 - D)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012

NOTES TO THE INTERIM FINANCIAL REPORT

B7 Group Borrowings

	As at 30.9.2012 RM'000
Current	
Secured:-	
RM denominated	<u>16,436</u>
Non-current	
Secured:-	
RM denominated	<u>18,635</u>
Borrowings maturity:	
Less than one year	16,436
Later than one year and not later than two years	1,815
Later than two years and not later than five years	7,968
Later than five years	8,852
	<u>35,071</u>

B8 Realised and Unrealised Losses

	As at 30.9.2012 RM'000	As at 31.12.2011 RM'000
Total accumulated losses of South Malaysia Industries Berhad and its subsidiaries		
- Realised	(124,738)	(119,791)
- Unrealised	(2,468)	(2,787)
	<u>(127,206)</u>	<u>(122,578)</u>
Less: consolidated adjustments	32,492	32,478
Total Group accumulated losses	<u>(94,714)</u>	<u>(90,100)</u>

SOUTH MALAYSIA INDUSTRIES BERHAD (8482 - D)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012

NOTES TO THE INTERIM FINANCIAL REPORT

B9 Derivative Financial Instruments

As at 30 September 2012, the outstanding foreign currency forward contracts are as follows:

Type of Derivative	Contract/ Notional Value RM'000	Fair Value RM'000	Fair Value Changes RM'000
Foreign Exchange Contracts Less than 1 year - USD demoninated	1,740	1,695	45

The Group enters into foreign currency forward contracts to hedge its estimated net exposure to movements in exchange rates arising mainly from purchases.

As foreign currencies contracts are hedged with creditworthy financial institutions in line with the Group's policy, the Group does not foresee any significant credit and market risks.

There are also no cash requirement risks as the Group only uses forward foreign currencies contracts as its hedging instruments.

The fair value of forward exchange contract is determined by using the market rates at the end of the reporting period and changes in the fair value is recognised in the profit or loss. The subsequent cumulative changes in the fair value of the commitment attributable to the hedged risk is recognised as an asset or a liability with the corresponding gain or loss recognised in the profit or loss.

B10 Material Litigation

As at the date of this report, there is no pending material litigation for the Group.

B11 Dividends

The Directors do not recommend any payment of dividend for the financial period ended 30 September 2012.

SOUTH MALAYSIA INDUSTRIES BERHAD (8482 - D)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER AND FINANCIAL PERIOD ENDED 30 SEPTEMBER 2012

NOTES TO THE INTERIM FINANCIAL REPORT

B12 Profit/(Loss) From Operations

The following items have been charged/(credited) in arriving at profit/(loss) from operations:

	3 Months Ended		9 Months Ended	
	30.9.2012	30.9.2011	30.9.2012	30.9.2011
	RM'000	RM'000	RM'000	RM'000
(a) Other income including investment income	308	(675)	(1,857)	(1,540)
(b) Depreciation and amortisation	994	1,092	3,005	3,070
(c) Provision for and write-off of receivables	-	-	7	-
(d) Loss/(gain) on disposal of quoted investments	-	-	-	(199)
(e) Foreign exchange loss/(gain)	(94)	100	388	155
(f) Loss/(gain) on derivatives	132	-	132	-

Other than the above, there were no impairment of assets, gain or loss on derivative, provision for and write off of inventories and exceptional items for the current quarter and financial period ended 30 September 2012.

B13 Earnings per Share

	3 Months Ended		9 Months Ended	
	30.9.2012	30.9.2011	30.9.2012	30.9.2011
	RM'000	RM'000	RM'000	RM'000
(a) Basic Earnings per Share				
Net Profit/(loss) attributable to shareholders	(2,768)	(2,064)	(4,613)	(5,626)
Weighted average number of shares in issue ('000)	209,940	209,940	209,940	209,940
Basic earnings/(loss) per share (sen)	<u>(1.32)</u>	<u>(0.98)</u>	<u>(2.20)</u>	<u>(2.68)</u>

(b) Diluted Earnings per Share

There is no dilutive event as at 31 September 2012 and 30 September 2011. Therefore, the diluted EPS is the same as the basic EPS.

By Order of the Board

Tan Siew Chin
Company Secretary
Kuala Lumpur
Date: 26 November 2012