



SCIENTEX BERHAD
(Company No: 7867-P)
(Incorporated in Malaysia)

QUARTERLY REPORT

Quarterly report on consolidated results for the financial quarter ended 30 April 2010

The figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT

For the financial quarter ended 30 April 2010

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current year quarter	Preceding year corresponding quarter	Current year to date	Preceding corresponding period
	30.4.2010 RM'000	30.4.2009 RM'000	30.4.2010 RM'000	30.4.2009 RM'000
Revenue	179,502	113,742	503,130	374,975
Operating profit	19,368	11,055	48,201	26,902
Interest expense	(496)	(313)	(800)	(1,480)
Investing results	418	397	1,643	817
Profit before tax	19,290	11,139	49,044	26,239
Taxation	(2,046)	(880)	(5,122)	(2,483)
Profit for the period	17,244	10,259	43,922	23,756
Attributable to:				
Equity holders of the Company	16,823	9,989	42,489	23,085
Minority interest	421	270	1,433	671
Profit for the period	17,244	10,259	43,922	23,756
Earnings per share attributable to equity holders of the Company (sen):				
Basic	7.81	4.64	19.73	10.72
Diluted	7.81	4.64	19.73	10.72

(The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31 July 2009)



SCIENTEX BERHAD
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CONDENSED CONSOLIDATED BALANCE SHEET
As at 30 April 2010

	AS AT CURRENT FINANCIAL QUARTER ENDED 30.4.2010 RM'000 (Unaudited)	AS AT PRECEDING FINANCIAL YEAR ENDED 31.07.2009 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	164,337	169,818
Land held for property development	222,085	170,512
Prepaid land lease payments	32,977	33,580
Investment in associates	8,557	6,915
Other investments	5,217	5,329
Intangible assets	16,718	-
	449,891	386,154
Current assets		
Property development costs	33,523	38,664
Inventories	52,130	61,682
Trade and other receivables	107,304	82,492
Cash and bank balances	27,347	15,619
	220,304	198,457
TOTAL ASSETS	670,195	584,611
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	115,000	115,000
Reserves	290,401	260,094
	405,401	375,094
Minority interests	37,269	36,136
Total equity	442,670	411,230
Non-current liabilities		
Borrowings	29,953	22,163
Retirement benefit obligations	5,938	5,968
Deferred tax liabilities	16,984	17,723
	52,875	45,854
Current liabilities		
Borrowings	64,766	14,451
Retirement benefit obligations	109	255
Trade and other payables	106,972	111,416
Income tax payable	2,803	1,405
	174,650	127,527
Total liabilities	227,525	173,381
TOTAL EQUITY AND LIABILITIES	670,195	584,611
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.88	1.74

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 31 July 2009)



SCIENTEX BERHAD
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2010**

	Attributable to Equity Holders of the Company										
	Non-distributable							Reserves			Distributable
	Issued capital RM'000	Share premium RM'000	Property revaluation surplus RM'000	Foreign exchange reserve RM'000	Treasury shares RM'000	Warrant and other reserves RM'000	Capital redemption reserve RM'000	Retained earnings RM'000	Total RM'000	Minority interests RM'000	
At 1 August 2009	115,000	21,350	35,878	984	(21,081)	461	17,467	205,035	375,094	36,136	411,230
Profit for the period	-	-	-	-	-	-	-	42,489	42,489	1,433	43,922
Currency translation differences, representing net loss not recognised in the income statement	-	-	-	(1,412)	-	-	-	-	(1,412)	(227)	(1,639)
Additional interest in existing subsidiary	-	-	-	-	-	-	-	-	-	(73)	(73)
Dividends	-	-	-	-	-	-	-	(10,770)	(10,770)	-	(10,770)
At 30 April 2010	115,000	21,350	35,878	(428)	(21,081)	461	17,467	236,754	405,401	37,269	442,670
At 1 August 2008	115,223	21,994	38,103	(1,470)	(21,725)	461	17,244	176,121	345,951	34,969	380,920
Profit for the period	-	-	-	-	-	-	-	23,085	23,085	671	23,756
Cancellation of treasury shares	(223)	(644)	-	-	644	-	223	-	-	-	-
Currency translation differences, representing net gain not recognised in the income statement	-	-	-	2,458	-	-	-	-	2,458	355	2,813
Dividends	-	-	-	-	-	-	-	(10,770)	(10,770)	(263)	(11,033)
At 30 April 2009	115,000	21,350	38,103	988	(21,081)	461	17,467	188,436	360,724	35,732	396,456

(The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Annual Financial Report for the year ended 31 July 2009)



SCIENTEX BERHAD
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CONDENSED CONSOLIDATED CASH FLOW STATEMENT
For the financial period ended 30 April 2010

	9 MONTHS ENDED 30.4.2010 RM'000	9 MONTHS ENDED 30.4.2009 RM'000
Net cash generated from operating activities	39,984	32,646
Net cash used in investing activities	(75,548)	(10,219)
Net cash generated from/(used in) financing activities	47,293	(33,326)
NET CHANGE IN CASH AND CASH EQUIVALENTS	11,729	(10,899)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	15,439	29,319
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	27,168	18,420
Cash and cash equivalents in the cash flow statement comprise :		
Cash and bank balances	19,148	16,140
Short term deposits	8,200	2,460
Bank overdrafts	(180)	(180)
	27,168	18,420

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 July 2009)

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NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE FINANCIAL QUARTER ENDED 30 APRIL 2010

A1 Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standards ("FRS") 134, Interim Financial Reporting and Chapter 9 Part A of Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the audited financial statements for the year ended 31 July 2009.

The accounting policies and method of computation adopted by the Group in this interim financial report are consistent with those adopted in the most recent annual audited financial statements for the year ended 31 July 2009.

The Group and the Company have not adopted the following FRSs and Interpretations that have been issued as at the date of authorisation of these financial statements but are not yet effective and have not been applied by the Group and the Company:

FRSs, Amendments to FRSs and Interpretations	Effective for financial periods beginning on or after
FRS 4	Insurance Contracts
FRS 7	Financial Instruments: Disclosures
FRS 101	Presentation of Financial Statements (revised)
FRS 123	Borrowing Costs (revised)
FRS 139	Financial Instruments: Recognition and Measurement
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards
Amendments to FRS 2	Vesting Conditions and Cancellations
Amendments to FRS 7	Financial Instruments: Disclosures
Amendments to FRS 127	Consolidated and Separate Financial Statements : Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 139	Financial Instruments: Recognition and Measurement
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim financial reporting and impairment
IC Interpretation 11	FRS 2 – Group 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

MASB also issued "Improvements to FRSs (2009)" which contain Amendments to twenty two FRSs and is effective for financial periods beginning on or after 1 January 2010.

The Group and the Company are exempted from disclosing the possible impact, if any, to the financial statements upon the initial application of FRS 7, FRS 139 and Amendments to FRS 139, FRS 7 and IC Interpretation 9.

The other new FRSs, revised FRS, Amendments to FRSs and Interpretations above are expected to have no significant impact on the financial statements of the Group and the Company upon their initial application except for the changes in disclosures arising from the adoption of FRS 8, FRS101, FRS117 and FRS136.

A2 Audit report

The Group's preceding annual financial statements for the financial year ended 31 July 2009 was not qualified.

A3 Seasonal or cyclical factors

The business operations of the Group were not materially affected by any seasonal or cyclical factors.

A4 Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no material items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence for the current financial quarter under review.

A5 Material changes in estimates

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

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A6 Changes in debts and equity securities

There were no issuance and repayment of debts and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares except for the following:

Treasury shares

During the current financial period ended 30 April 2010, the Company repurchased 100 ordinary shares of RM0.50 each from the open market. The repurchased shares were held as treasury shares. As at 30 April 2010, the number of treasury shares held was 14,596,362 ordinary shares of RM0.50 each.

A7 Dividends paid

A single tier first and final dividend of 10% amounted to RM10,770,182 in respect of the financial year ended 31 July 2009 was paid on 5 February 2010.

A8 Segment information

Segment information is presented in respect of the Group's business segments.

Current financial quarter ended 30 April 2010

<u>Revenue</u>	RM'000
Manufacturing	141,541
Property development	<u>37,961</u>
Total revenue	<u>179,502</u>

<u>Results</u>	RM'000
Manufacturing	9,969
Property development	<u>9,399</u>
Profit from operations	<u>19,368</u>

Current year to date ended 30 April 2010

<u>Revenue</u>	RM'000
Manufacturing	405,048
Property development	<u>98,082</u>
Total revenue	<u>503,130</u>

<u>Results</u>	RM'000
Manufacturing	26,078
Property development	<u>22,123</u>
Profit from operations	<u>48,201</u>

A9 Valuation of property, plant and equipment

The valuations of land and buildings have been brought forward, without amendment from the audited financial statements for the year ended 31 July 2009.

A10 Events subsequent to the end of the reporting period

There were no material events subsequent to the end of the current financial quarter that have not been reflected in the financial statements for the said period as at the date of this report.

A11 Changes in the composition of the Group

There were no material changes in the composition of the Group during the current financial quarter under review except for the following :-

Companies Commission of Malaysia ("CCM") had on 6 May 2010 issued notices to the Company's dormant subsidiaries, Scientex Auto Industries Sdn Bhd and Scientex Development (Pasir Gudang) Sdn Bhd for their names to be struck-off from the register under Section 308 of the Companies Act, 1965. At the expiration of 3 months from the notices, the said subsidiaries will, unless cause is shown to the contrary, be struck off by CCM and the said subsidiaries will be dissolved.

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A12 Contingent liabilities

There were no contingent liabilities or assets for the Group as at the end of the current financial quarter under review.

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS
OF BURSA MALAYSIA SECURITIES BERHAD
INTERIM FINANCIAL REPORT
FOR THE FINANCIAL QUARTER ENDED 30 APRIL 2010

B1 Review of performance

The Group recorded a revenue of RM179.5 million for the current financial quarter ended 30 April 2010, an increase of 57.8% as compared to RM113.7 million recorded in the preceding financial year corresponding quarter. Revenue of the Group for the current financial period increased by 34.2% from RM375.0 million to RM503.1 million as compared to the preceding financial year corresponding period. The higher revenue achieved was contributed by both manufacturing and property divisions.

Profit before taxation of the Group for the current financial quarter ended 30 April 2010 was RM19.3 million, an increase of 73.2% as compared to RM11.1 million recorded in the preceding financial year corresponding quarter. The Group achieved a profit before taxation of RM49.0 million in the current financial period as compared to RM26.2 million recorded in the preceding financial year corresponding period, representing an increase of 86.9%. The higher profit before taxation was due to higher revenue and profit margin achieved by both manufacturing and property divisions.

B2 Variations of the quarterly results as compared to the results of the preceding quarter

For the current financial quarter under review, the Group recorded a revenue of RM179.5 million, an increase of 13.1% as compared to RM158.7 million recorded in the preceding financial quarter.

Profit before taxation for the current financial quarter under review was RM19.3 million, an increase of 28.1% as compared to RM15.1 million recorded in the preceding financial quarter.

B3 Current financial year prospects

The results achieved by the Group in the quarter under review is consistent with the expansion drive undertaken by the Group to increase capacity for its industrial packaging products to meet the growing demand from its key markets for such products. The increase in demand generally reflects the on-going economic recovery which most global economies are presently undergoing. Despite the fragile recovery, the Group takes cognizance of external factors which may affect recovery and which may continue to weigh heavily and scuttle the prospect of a full economic recovery and to this end the Group has implemented stringent internal processes to ensure better management and control. The Group has minimal exposure to the latest Euro zone crisis and the Group would continue to be vigilant and pro-active to the constant changes in the external environment which may potentially affect the Group's performance. To further diversify its risks, the Group continues to penetrate new markets and to expand its presence in established markets to boost the demand for its products.

Riding on the back of the resilient Malaysian economy, the Group continues to tap on the growing demand in the Iskandar Malaysia region where the Group has recently acquired a sizeable landbank for its property development. The Group remains optimistic for the demand of affordable homes having regards to growing population and the series of initiatives undertaken by the Government in Budget 2010 to expedite and promote Iskandar Malaysia as a preferred destination for overseas investors who are seeking inter alia, a stable political environment with a pool of knowledge and skilled workers to tap.

Barring any unforeseen circumstances, the Board is confident that with the capacity expansion efforts and the prudent management of the Group's cash flow position, the Group's performance for the financial year ending 31 July 2010 will continue to be favorable.

B4 Variations of actual profit from forecast profit

This note is not applicable as the Group did not issue and publish any profit forecast for the current financial quarter under review.

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B5 Taxation

Details of tax expense for the current financial quarter were as follows :-

	3 months ended		9 months ended	
	30.4.2010	30.4.2009	30.4.2010	30.4.2009
	RM'000	RM'000	RM'000	RM'000
In respect of current quarter :				
- Income tax	2,046	880	5,122	2,483
	2,046	880	5,122	2,483

The Group's effective tax rate for the current financial quarter is lower than the statutory income tax rate mainly due to utilisation of tax incentives by some of the subsidiaries.

B6 Profit/(loss) on sale of unquoted investments and/or properties

There was no profit or loss on sale of unquoted investment and/or properties outside the ordinary course of the Group's business for the current financial quarter under review.

B7 Quoted securities

(a) There were no additions or disposals of quoted securities for the current financial quarter under review.

(b) There were no investments in quoted securities as at the end of the current financial quarter under review.

B8 Status of corporate proposals

There were no material corporate proposals announced and not completed as at the date of this report.

B9 Borrowings and debt securities

The Group's borrowings as at 30 April 2010 were as follows :-

(a) Long Term Borrowings	RM'000	RM'000
Term Loan		
-Secured	533	
-Unsecured	29,420	29,953
	29,420	29,953
(b) Short Term Borrowings		
- Secured		
Term loan	214	
Other bank borrowings	6,800	
- Unsecured		
Term loan	12,790	
Other bank borrowings	44,962	64,766
	44,962	64,766
		94,719
Included in total borrowings are borrowings denominated in foreign currencies		RM'000
- United States Dollars		31,923
- Japanese Yen		180
		32,103

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B10 Off balance sheet financial instruments

As at 23 June 2010, the Group has entered into foreign currency forward contracts to hedge its exposure in US Dollar.

Foreign Currency	Notional Amount (‘000)	Exchange Rate	Equivalent in RM’000	Maturity Date
USD	7,200	3.47	25,013	Jul’10 - Jul’11

The contracted rates will be used to convert the foreign currency amounts into Ringgit Malaysia.

Financial instruments are viewed as risk management tools by the Company and are not used for trading or speculative purposes.

The accounting policy adopted is to recognise exchange gains and losses relating to these foreign currency forward contracts in the income statement in the same period as the underlying hedged item.

Other than as disclosed above, there were no other off balance sheet financial instrument entered into by the Group as at the date of this report.

B11 Material litigation

There was no material litigation involving any member of the Group as at the date of this report.

B12 Dividends

In respect of the financial year ending 31 July 2010, the Board of Directors declared a single tier interim dividend of 6%. The dividend will be payable on 10 August 2010.

B13 Earnings per share

		3 months ended		9 months ended	
		30.4.2010	30.4.2009	30.4.2010	30.4.2009
(a) Basic earnings per share					
Profit attributable to equity holders of the Company	(RM’000)	16,823	9,989	42,489	23,085
Weighted average number of ordinary shares in issue	(‘000)	215,404	215,404	215,404	215,404
Basic earnings per share	(sen)	7.81	4.64	19.73	10.72

(b) Fully diluted earnings per share

There was no dilution in earnings per share as there was no dilutive potential ordinary shares as at 30 April 2010.

By Order of the Board

Lau Wing Hong (MAICSA 7010572)
Company Secretary

23 June 2010