

LUSTER INDUSTRIES BHD.
Company No. 156148-P
(Incorporated in Malaysia)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2012

	Unaudited as at 30-Sep-12 RM'000	Audited and restated as at * 31-Dec-11 RM'000	Audited and restated as at * 1-Jan-11 RM'000
ASSETS			
Non-current assets			
Property, plant & equipment	66,680	26,224	29,084
Goodwill on consolidation	22,077	-	-
	<u>88,757</u>	<u>26,224</u>	<u>29,084</u>
Current assets			
Inventories	11,192	7,474	8,759
Trade receivables	34,458	11,947	11,116
Other receivables, deposits and prepayments	1,368	3,997	2,952
Tax refundable	580	546	496
Cash and cash equivalents	22,829	5,644	6,062
	<u>70,427</u>	<u>29,608</u>	<u>29,385</u>
Non-current assets classified as held for sale	-	1,659	-
	<u>70,427</u>	<u>31,267</u>	<u>29,385</u>
TOTAL ASSETS	<u>159,184</u>	<u>57,491</u>	<u>58,469</u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital	108,768	61,183	61,183
Share premium	197	2,338	2,338
Discount on shares	(24,155)	-	-
Other reserves	25,470	8	-
RCCLS	557	-	-
ICULS	18,800	-	-
Accumulated losses	(23,501)	(89,697)	(83,202)
	<u>106,136</u>	<u>(26,168)</u>	<u>(19,681)</u>
Non-controlling interests	8,665	-	-
Total equity	<u>114,801</u>	<u>(26,168)</u>	<u>(19,681)</u>
Non-current liabilities			
Interest bearing borrowings	14,632	191	118
Deferred tax liabilities	2,799	61	54
	<u>17,431</u>	<u>252</u>	<u>172</u>
Current liabilities			
Trade payables	16,258	1,510	1,661
Other payables and accruals	3,931	2,050	2,266
Borrowings	6,414	79,821	74,008
Provision for taxation	349	26	43
	<u>26,952</u>	<u>83,407</u>	<u>77,978</u>
Total liabilities	<u>44,383</u>	<u>83,659</u>	<u>78,150</u>
TOTAL EQUITY AND LIABILITIES	<u>159,184</u>	<u>57,491</u>	<u>58,469</u>
Net assets per share (RM)	0.11	(0.43)	(0.32)

* Upon the adoption of the MFRS framework, the consolidated statement of financial position as at 31 December 2011 and 1 January 2011 have been restated.

The notes set out on page 5 to 16 form an integral part of and should be read in conjunction with this interim financial report.

LUSTER INDUSTRIES BHD.
Company No. 156148-P
(Incorporated in Malaysia)
UNAUDITED CONDENSED UNAUDITED CONSOLIDATED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE-MONTHS PERIOD ENDED 30 SEPTEMBER 2012

	INDIVIDUAL QUARTER ENDED		CUMULATIVE QUARTER TO DATE	
	30-Sep-12 RM'000	30-Sep-11 RM'000	30-Sep-12 RM'000	30-Sep-11 RM'000
Revenue	35,862	14,166	64,738	34,283
Cost of sales	<u>(29,658)</u>	<u>(13,173)</u>	<u>(55,591)</u>	<u>(31,554)</u>
Gross profit	6,204	993	9,147	2,729
Administration expenses	(3,155)	(1,017)	(9,155)	(2,881)
Distribution expenses	(281)	(249)	(638)	(560)
Other (expenses)/income	<u>(299)</u>	<u>527</u>	<u>32,964</u>	<u>495</u>
Results from operating activities	2,469	254	32,318	(217)
Finance costs	(271)	(1,480)	(2,748)	(4,269)
Interest expense waived	<u>-</u>	<u>-</u>	<u>2,453</u>	<u>-</u>
Profit/(Loss) before taxation	2,198	(1,226)	32,023	(4,486)
Taxation	<u>(295)</u>	<u>(7)</u>	<u>(780)</u>	<u>(20)</u>
Profit/(Loss) for the period	1,903	(1,233)	31,243	(4,506)
Other comprehensive income:				
Exchange translation reserve	<u>-</u>	<u>-</u>	<u>9</u>	<u>-</u>
Total comprehensive income/(loss) for the period	<u>1,903</u>	<u>(1,233)</u>	<u>31,252</u>	<u>(4,506)</u>
Profit/(Loss) for the year attributable to:				
Owners of the parent	628	(1,233)	29,486	(4,506)
Non-controlling interests	<u>1,275</u>	<u>-</u>	<u>1,757</u>	<u>-</u>
	<u>1,903</u>	<u>(1,233)</u>	<u>31,243</u>	<u>(4,506)</u>
Total comprehensive income/(loss) attributable to:				
Owners of the parent	628	(1,233)	29,495	(4,506)
Non-controlling interests	<u>1,275</u>	<u>-</u>	<u>1,757</u>	<u>-</u>
	<u>1,903</u>	<u>(1,233)</u>	<u>31,252</u>	<u>(4,506)</u>
Basic earnings per ordinary shares (sen)	<u>0.10</u>	<u>(0.50)</u>	<u>4.88</u>	<u>(1.84)</u>

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LUSTER INDUSTRIES BHD.
Company No. 156148-P
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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE-MONTHS PERIOD ENDED 30 SEPTEMBER 2012

	----- Attributable to owners of the parent -----									
	----- Non-distributable -----									
	Share capital RM'000	Share premium RM'000	Discount on shares RM'000	Other reserves RM'000	RCSLS RM'000	ICULS RM'000	Accumulated losses RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
As at 1 January 2011 (Restated)	61,183	2,338	-	-	-	-	(83,202)	(19,681)	-	(19,681)
Total comprehensive loss for the period	-	-	-	6	-	-	(4,506)	(4,500)	-	(4,500)
As at 30 September 2011	61,183	2,338	-	6	-	-	(87,708)	(24,181)	-	(24,181)
As at 1 January 2012 (Restated)	61,183	2,338	-	8	-	-	(89,697)	(26,168)	-	(26,168)
Total comprehensive income for the period	-	-	-	9	-	-	29,486	29,495	1,757	31,252
Transactions with owners :										
Capital reduction	(36,710)	-	-	-	-	-	36,710	-	-	-
Share premium reduction	-	(2,338)	-	-	-	-	-	(2,338)	-	(2,338)
Issuance of shares pursuant to debt settlement	28,923	-	-	-	-	-	-	28,923	-	28,923
Issuance of shares pursuant to rights issue	3,496	-	-	-	-	-	-	3,496	-	3,496
Issuance of shares pursuant to private placement	3,988	-	-	-	-	-	-	3,988	-	3,988
Issuance of shares pursuant to acquisition of interest in new subsidiaries	31,000	-	-	-	-	-	-	31,000	6,908	37,908
Issuance of shares pursuant to acquisition of property, plant and equipment	16,000	-	-	-	-	-	-	16,000	-	16,000
Issuance of ICULS pursuant to acquisition of equity interest in new subsidiaries	-	-	-	-	-	18,800	-	18,800	-	18,800
Issuance of RCSLS pursuant to debt settlement	-	-	-	-	557	-	-	557	-	557
Issuance of warrants	-	-	(24,155)	24,155	-	-	-	-	-	-
Share-based compensation pursuant to ESOS granted	-	-	-	1,495	-	-	-	1,495	-	1,495
Issuance of shares pursuant to ESOS	888	-	-	-	-	-	-	888	-	888
Transfer upon exercise of ESOS	-	197	-	(197)	-	-	-	-	-	-
Total transactions with owners	47,585	(2,141)	(24,155)	25,453	557	18,800	36,710	102,809	6,908	109,717
As at 30 September 2012	108,768	197	(24,155)	25,470	557	18,800	(23,501)	106,136	8,665	114,801

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LUSTER INDUSTRIES BHD.
Company No. 156148-P
(Incorporated in Malaysia)
UNAUDITED CONDENSED UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE-MONTHS PERIOD ENDED 30 SEPTEMBER 2012

	CUMULATIVE QUARTER TO DATE	
	30-Sep-12 RM'000	30-Sep-11 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	32,023	(4,486)
Adjustments for:		
Bad debts	(9)	-
Bad debts recovered	-	56
Depreciation	2,069	1,616
Gain on disposal of property, plant and equipment	(321)	(70)
Impairment loss on inventories	627	-
Impairment loss on receivables	1,236	-
Interest expense	295	4,269
Interest income	(88)	(15)
Share-based compensation pursuant to ESOS granted	1,495	-
Unrealised loss/(gain) on foreign exchange	525	(520)
Waiver of debts	(17,589)	-
Waiver of interest	(15,358)	-
Operating profit before working capital changes	4,905	850
(Increase)/Decrease in inventories	(1,180)	1,291
Increase in receivables	(1,366)	(3,902)
(Decrease)/Increase in payables	(1,745)	612
Cash generated from/(used in) operations	614	(1,149)
Income tax paid	(1,346)	(38)
Interest paid	(72)	(14)
Net cash used in operating activities	(804)	(1,201)
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash flows on acquisition of equity interests in subsidiaries	10,329	-
Interest received	88	15
Proceed from disposal of property, plant and equipment	2,336	70
Purchase of property, plant and equipment	(3,054)	(502)
Net cash from/(used in) investing activities	9,699	(417)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of bankers acceptance	(299)	-
Repayment of term loan	(45)	-
Payment of finance lease	(373)	(33)
Issuance of shares pursuant to debt settlement	19,698	-
Proceed from issuance of shares pursuant to rights issue	3,496	-
Proceed from issuance of shares pursuant to private placement	3,988	-
Proceed from issuance of shares pursuant to ESOS	888	-
Net cash from/(used in) financing activities	27,353	(33)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	36,248	(1,651)
Effects of foreign exchange rates changes	(44)	(38)
CASH AND CASH EQUIVALENTS AT BEGINNING	(14,054)	(12,097)
CASH AND CASH EQUIVALENTS AT END	22,150	(13,786)
Represented by:		
Cash and bank balances	18,414	4,352
Fixed deposits with licensed banks	4,415	21
Bank overdrafts	(679)	(18,159)
	22,150	(13,786)

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