

**LUSTER INDUSTRIES BHD.**  
**Company No. 156148-P**  
(Incorporated in Malaysia)  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2013**

	Unaudited as at 31-Mar-13 RM'000	Audited as at 31-Dec-12 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant & equipment	71,310	67,259
Goodwill on consolidation	20,729	20,729
	<u>92,039</u>	<u>87,988</u>
<b>Current assets</b>		
Inventories	12,182	10,902
Trade receivables	27,150	34,715
Other receivables, deposits and prepayments	2,202	3,902
Tax refundable	270	245
Fixed deposits with a licensed bank	9,161	3,966
Cash and bank balances	14,695	19,240
	<u>65,660</u>	<u>72,970</u>
<b>TOTAL ASSETS</b>	<b><u>157,699</u></b>	<b><u>160,958</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	108,843	108,801
Share premium	213	204
Discount on shares	(12,493)	(12,493)
Warrant reserve	12,493	12,493
Other reserves	1,295	1,304
RCSLS	557	557
ICULS	18,800	18,800
Accumulated losses	(21,988)	(22,489)
	<u>107,720</u>	<u>107,177</u>
Non-controlling interests	9,324	8,835
<b>Total equity</b>	<b><u>117,044</u></b>	<b><u>116,012</u></b>
<b>Non-current liabilities</b>		
Borrowings	14,347	15,030
Deferred tax liabilities	1,225	1,225
	<u>15,572</u>	<u>16,255</u>
<b>Current liabilities</b>		
Trade payables	12,461	13,954
Other payables and accruals	5,609	8,626
Borrowings	5,433	4,877
Provision for taxation	1,580	1,234
	<u>25,083</u>	<u>28,691</u>
<b>Total liabilities</b>	<b><u>40,655</u></b>	<b><u>44,946</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>157,699</u></b>	<b><u>160,958</u></b>
<b>Net assets per share (RM)</b>	<b>0.10</b>	<b>0.10</b>

The notes set out on page 5 to 14 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 CONSOLIDATED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE 3 MONTHS PERIOD ENDED 31 MARCH 2013**

	<b>INDIVIDUAL QUARTER ENDED</b>		<b>CUMULATIVE QUARTER TO DATE</b>	
	<b>31-Mar-13 RM'000</b>	<b>31-Mar-12 RM'000</b>	<b>31-Mar-13 RM'000</b>	<b>31-Mar-12 RM'000</b>
Revenue	29,654	8,957	29,654	8,957
Cost of sales	<u>(24,406)</u>	<u>(9,325)</u>	<u>(24,406)</u>	<u>(9,325)</u>
<b>Gross profit/(loss)</b>	<b>5,248</b>	<b>(368)</b>	<b>5,248</b>	<b>(368)</b>
Other income	418	132	418	132
Administration expenses	<b>(3,344)</b>	<b>(1,167)</b>	<b>(3,344)</b>	<b>(1,167)</b>
Distribution expenses	<u>(385)</u>	<u>(161)</u>	<u>(385)</u>	<u>(161)</u>
<b>Results from operating activities</b>	<b>1,937</b>	<b>(1,564)</b>	<b>1,937</b>	<b>(1,564)</b>
Finance costs	<u>(286)</u>	<u>(1,471)</u>	<u>(286)</u>	<u>(1,471)</u>
<b>Profit/(Loss) before taxation</b>	<b>1,651</b>	<b>(3,035)</b>	<b>1,651</b>	<b>(3,035)</b>
Taxation	<u>(661)</u>	<u>-</u>	<u>(661)</u>	<u>-</u>
<b>Profit/(Loss) for the period</b>	<b>990</b>	<b>(3,035)</b>	<b>990</b>	<b>(3,035)</b>
<b>Other comprehensive income:</b>				
Foreign currency translation differences for foreign operations	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income/(loss) for the period</b>	<b>990</b>	<b>(3,035)</b>	<b>990</b>	<b>(3,035)</b>
<b>Profit/(Loss) for the year attributable to:</b>				
Owners of the parent	501	(3,035)	501	(3,035)
Non-controlling interests	<u>489</u>	<u>-</u>	<u>489</u>	<u>-</u>
	<b>990</b>	<b>(3,035)</b>	<b>990</b>	<b>(3,035)</b>
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of the parent	501	(3,035)	501	(3,035)
Non-controlling interests	<u>489</u>	<u>-</u>	<u>489</u>	<u>-</u>
	<b>990</b>	<b>(3,035)</b>	<b>990</b>	<b>(3,035)</b>
Basic earnings per ordinary shares (sen)	<u>0.05</u>	<u>(1.24)</u>	<u>0.05</u>	<u>(1.24)</u>
Diluted earnings per ordinary shares (sen)	<u>0.01</u>	<u>- *</u>	<u>0.01</u>	<u>- *</u>

\* Anti-dilutive in nature.

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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 3 MONTHS PERIOD ENDED 31 MARCH 2013**

	----- Attributable to owners of the parent -----										
	----- Non-distributable -----										
	Share capital RM'000	Share premium RM'000	Discount on shares RM'000	Warrant reserve RM'000	Other reserves RM'000	Equity component of RCLS 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 2012	61,183	2,338	-	-	8	-	-	(89,697)	(26,168)	-	(26,168)
Total comprehensive loss for the year	-	-	-	-	-	-	-	(3,035)	(3,035)	-	(3,035)
As at 31 March 2012	61,183	2,338	-	-	8	-	-	(92,732)	(29,203)	-	(29,203)
As at 1 January 2013	<b>108,801</b>	<b>204</b>	<b>(12,493)</b>	<b>12,493</b>	<b>1,304</b>	<b>557</b>	<b>18,800</b>	<b>(22,489)</b>	<b>107,177</b>	<b>8,835</b>	<b>116,012</b>
Total comprehensive income for the year	-	-	-	-	-	-	-	501	501	489	990
<b>Transactions with owners :</b>											
Issuance of shares pursuant to ESOS	42	-	-	-	-	-	-	-	42	-	42
Transfer upon exercise of ESOS	-	9	-	-	(9)	-	-	-	-	-	-
Total transactions with owners	42	9	0	0	(9)	0	0	-	42	-	42
As at 31 March 2013	<b>108,843</b>	<b>213</b>	<b>(12,493)</b>	<b>12,493</b>	<b>1,295</b>	<b>557</b>	<b>18,800</b>	<b>(21,988)</b>	<b>107,720</b>	<b>9,324</b>	<b>117,044</b>

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**LUSTER INDUSTRIES BHD.**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE 3 MONTHS PERIOD ENDED 31 MARCH 2013**

	31-Mar-13 RM'000	31-Mar-12 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	1,651	(3,035)
Adjustments for:		
Depreciation	1,122	405
Loss/(Gain) on disposal of property, plant and equipment	16	(153)
Interest expense	286	1,471
Interest income	(76)	(7)
Unrealised (gain)/loss on foreign exchange	(19)	129
Operating profit/(loss) before working capital changes	2,980	(1,190)
(Increase)/Decrease in inventories	(1,280)	790
Decrease in receivables	9,266	17
(Decrease)/Increase in payables	(4,500)	177
Cash generated from/(used in) operations	6,466	(206)
Income tax paid	(339)	(16)
Interest paid	(62)	(423)
Net cash generated from/(used in) operating activities	6,065	(645)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	76	7
Placement of fixed deposits	(5,195)	-
Proceeds from disposal of property, plant and equipment	83	1,812
Purchase of property, plant and equipment	(5,272)	(174)
Net cash (used in)/from investing activities	(10,308)	1,645
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdown of bankers acceptance	300	-
Repayment of term loan	(537)	-
Payment of finance lease	(236)	(11)
Proceeds from issuance of shares pursuant to ESOS	42	-
Net cash used in financing activities	(431)	(11)
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	(4,674)	989
Effects of foreign exchange rates changes	7	(59)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING</b>	19,124	(14,076)
<b>CASH AND CASH EQUIVALENTS AT END</b>	14,457	(13,146)
<b>Represented by:</b>		
Cash and bank balances	14,695	6,973
Bank overdrafts	(238)	(20,119)
	14,457	(13,146)

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