

LUXCHEM CORPORATION BERHAD

(Company No: 224414-D)

(Incorporated in Malaysia)

QUARTERLY FINANCIAL REPORT AS AT 30 SEP 2011

The Board of Directors of Luxchem Corporation Berhad (“LCB” or “the Company”) is pleased to announce the following unaudited consolidated results of LCB and its subsidiaries (collectively known as “the Group”) for the third quarter ended 30 Sep 2011.

The Company is principally involved in investment holding while the subsidiaries of the Company are principally involved in the marketing and distribution of industrial chemicals and materials and the manufacture of Unsaturated Polyester Resins.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter (3 months)		Cumulative Quarters (9 months)	
	Current Quarter Ended 30-Sep-11 RM'000	Preceding Year Corresponding Quarter Ended 30-Sep-10 RM'000	Current Year Ended 30-Sep-11 RM'000	Preceding Year Corresponding Quarter Ended 30-Sep-10 RM'000
	Revenue	127,329	100,578	367,989
Cost of sales	(116,643)	(90,783)	(334,661)	(261,382)
Gross profit	10,686	9,795	33,328	29,235
Other operating income	846	174	2,078	1,365
Selling and distribution costs	(1,010)	(840)	(2,901)	(2,508)
Administrative expenses	(2,245)	(2,222)	(6,955)	(6,533)
Other operating expenses	(52)	-	(344)	(497)
Operating profit	8,225	6,907	25,206	21,062
Finance costs	(570)	(432)	(1,804)	(1,140)
Profit before Tax	7,655	6,475	23,402	19,922
Taxation	(2,071)	(1,678)	(6,039)	(5,099)
Profit for the period	5,584	4,797	17,363	14,823
Exchange loss on translation of a foreign operation	1	14	30	(34)
Gain on revaluation of available-for-sale investments	(39)	(11)	(5)	24
Reclassification adjustment for gain on disposal of available-for-sale investments included in profit or loss	-	(0)	-	(4)
Taxation	-	-	-	-
Total other comprehensive income	(38)	3	25	(14)
Total comprehensive income for the period	5,546	4,800	17,388	14,809
Profit for the period attributable to owners of the Parent	5,584	4,797	17,363	14,823
Total comprehensive income attributable to owners of the Parent	5,546	4,800	17,388	14,809
Earnings per share - Basic (Sen)	4.30	3.69	13.36	11.40
Earnings per share - Diluted (Sen)	-	-	-	-

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to this quarterly financial report.

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As at 30-Sep-11 RM'000	Audited As at 31-Dec-10 RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	18,940	19,245
Investment properties	130	130
Intangible assets	-	-
Other investments	446	451
	<u>19,516</u>	<u>19,826</u>
Current Assets		
Inventories	35,559	24,423
Trade and other receivables	113,353	98,627
Derivative financial assets	(511)	31
Tax recoverable	-	47
Deposits, cash and bank balances	71,861	76,639
	<u>220,262</u>	<u>199,767</u>
Total Assets	239,778	219,593
EQUITY AND LIABILITIES		
Equity Attributable to Owners of the Parent		
Share capital	65,000	65,000
Share premium	9,743	9,743
Other reserves	286	261
Retained profits	45,095	38,132
Total Equity	120,124	113,136
Non-current Liabilities		
Hire purchase	33	104
Deferred tax liabilities	444	484
	<u>477</u>	<u>588</u>
Current Liabilities		
Trade and other payables	51,484	43,868
Hire purchase creditors	94	104
Bankers' acceptances	66,046	60,733
Derivative financial liabilities	-	-
Taxation	1,553	1,164
	<u>119,177</u>	<u>105,869</u>
Total Liabilities	119,654	106,457
Total Equity and Liabilities	239,778	219,593
Net Assets per ordinary share attributable to ordinary equity holders of the Company (RM)	0.92	0.87

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to this quarterly financial report.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current Year to date Ended 30-Sep-11 RM'000	Preceding Year Corresponding Period Ended 31-Dec-10 RM'000
Cash flows from operating activities		
Profit before taxation	23,402	27,860
Adjustments for :-		
Impairment loss on trade receivables	267	862
Amortisation of intangible assets	-	86
Depreciation of property, plant and equipment	694	956
Dividend income	(4)	(83)
Loss from change in fair value of investment property	-	77
Gain from change in fair value of forward exchange contracts	542	(15)
Gain on disposal of investment property	-	(431)
Gain on disposal of other investment	-	(22)
Gain on disposal of property, plant and equipment	(35)	(104)
Interest income	(896)	(1,079)
Interest expense	1,804	1,594
Property, plant and equipment written off	-	23
Unrealised gain on foreign exchange	267	(50)
Reversal of impairment loss on trade receivables	(224)	(824)
Write down in value of inventories	1,272	1,082
Operating profit before working capital changes	27,089	29,932
(Increase)/Decrease in inventories	(12,407)	(1,251)
(Increase)/Decrease in trade and other receivables	(13,169)	(23,548)
Increase/(Decrease) in trade and other payables	5,723	14,114
Cash generated from operations	7,236	19,247
Tax paid	(5,642)	(7,276)
Interest received	896	1,079
Interest paid	(1,804)	(1,593)
Net cash (used in)/from operating activities	686	11,457
Cash flows from investing activities		
Purchase of other investments	-	(112)
Purchase of property, plant and equipment	(389)	(3,710)
Proceeds from disposal of investment property	-	1,438
Proceeds from disposal of property, plant and equipment	35	108
Proceeds from disposal of other investments	-	32
Dividend received	4	83
Net cash used in investing activities	(350)	(2,161)
Cash flows from financing activities		
Net bankers' acceptances obtained/(repaid)	5,313	17,157
Hire purchase instalments paid	(81)	(187)
Dividend paid	(10,400)	(10,400)
Net cash from/(used in)/ financing activities	(5,168)	6,570
Net (decrease)/increase in cash and cash equivalents	(4,832)	15,866
Cash and cash equivalents at beginning of year	76,639	60,803
Foreign exchange difference on opening balance	54	(30)
Cash and cash equivalent at end of the period	71,861	76,639

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to this quarterly financial report.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
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For the nine months ended 30 Sep 11

	Attributable to owners of the Parent					Total RM'000
	Share Capital RM'000	Share Premium RM'000	Exchange Translation Reserve RM'000	Fair Value Reserve RM'000	Retained Profits RM'000	
Balance at 1 January 2011:	65,000	9,743	118	143	38,132	113,136
Profit for the period	-	-	-	-	17,363	17,363
Other comprehensive income	-	-	30	(5)	-	25
Total comprehensive income for the period	-	-	30	(5)	17,363	17,388
Final dividend of 5 sen per share in respect of the financial year ended 31 December 2010					(6,500)	(6,500)
Interim dividend of 3 sen per share in respect of the financial year ended 31 December 2011					(3,900)	(3,900)
Balance at 30 Sep 2011	65,000	9,743	148	138	45,095	120,124

For the nine months ended 30 Sep 10

	Attributable to owners of the Parent					Total RM'000
	Share Capital RM'000	Share Premium RM'000	Exchange Translation Reserve RM'000	Fair Value Reserve RM'000	Retained Profits RM'000	
Balance at 1 January 2010						
- Before the adoption of FRS 139	65,000	9,743	135	-	28,039	102,917
- Effects on the adoption of FRS 139	-	-	-	85	16	101
- After the adoption of FRS 139	65,000	9,743	135	85	28,055	103,018
Profit for the period	-	-	-	-	14,823	14,823
Other comprehensive income	-	-	(34)	20	-	(14)
Total comprehensive income for the period	-	-	(34)	20	14,823	14,809
Final dividend of 3 sen per share in respect of the financial year ended 31 December 2009					(3,900)	(3,900)
Special dividend of 2 sen per share in respect of the financial year ended 31 December 2009					(2,600)	(2,600)
Interim dividend of 3 sen per share in respect of the financial year ended 31 December 2010					(3,900)	(3,900)
Balance at 30 September 2010	65,000	9,743	101	105	32,478	107,427

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to this quarterly financial report.

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PART A NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (“FRS 134”), INTERIM FINANCIAL REPORTING

A. NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (FRS 134): INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The interim financial statements have been prepared under the historical cost convention except for derivatives financial instruments, available-for-sale investments and investment property which have been stated at fair value.

The interim financial statements are unaudited and have been prepared in accordance with the FRS 134 issued by the Malaysian Accounting Standards Board (“MASB”) and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010. 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 2010.

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**PART A NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (“FRS 134”),
INTERIM FINANCIAL REPORTING**

A2. Changes in Accounting Policies

The Group has adopted the new and revised Financial Reporting Standards (“FRSs”), Issues Committee (“IC”) Interpretations and amendments to FRSs issued by the Malaysian Accounting Standards Board (“MASB”), as set out in Note A2 (a) below, which are effective from the beginning of the current financial year.

(a) New and Revised FRSs, IC Interpretations and Amendments to FRSs Adopted by the Group

The accounting policies adopted by the Group are consistent with those applied in the previous financial year other than the adoption of the following new and revised FRSs, IC Interpretations and amendments to FRSs that are relevant to the Group’s operations and effective from the beginning of the current financial year:-

		Effective for financial period beginning on or after
FRS 1	First-time Adoption of Financial Reporting Standards (Revised)	1 July 2010
FRS 3	Business Combinations (Revised)	1 July 2010
FRS 127	Consolidated and Separate Financial Statements (Revised)	1 July 2010
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards	
	- Limited Exemption from Comparative FRS 7 Disclosure for First-time Adopters	1 January 2011
	- Additional Exemptions for First-time Adopters	1 January 2011
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations	1 July 2010
	- Plan to sell the controlling interest in a subsidiary	
Amendments to FRS 7	Financial Instruments : Disclosures	1 January 2011
	- Improving Disclosures about Financial Instruments	
Amendments to FRS 132	Financial Instruments : Presentation	1 March 2010
	- Classification of Rights Issues	
Amendments to FRS 138	Intangible Assets - Additional consequential amendments arising from revised FRS 3	1 July 2010
IC Interpretation 4	Determining whether an Arrangement contains a Lease	1 January 2011
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives	1 July 2010
	- Scope of IC Interpretation 9 and revised FRS 3	
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation	1 July 2010
IC Interpretation 17	Distribution of Non-cash Assets to Owners	1 July 2010
IC Interpretation 18	Transfers of Assets from Customers	1 January 2011
Amendments to FRSs Classified as “Improvement to FRSs (2010)”		1 January 2011

The adoption of the new and revised FRSs and IC Interpretations and amendments to FRSs did not result in any significant effect on the results and financial position of the Group and of the Company nor any significant changes in the presentation and disclosure of amounts in the financial statements.

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PART A NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (“FRS 134”), INTERIM FINANCIAL REPORTING

A2. Changes in Accounting Policies (cont'd)

(a) New and Revised FRSs, IC Interpretations and Amendments to FRSs Adopted by the Group (cont'd)

The other new and revised FRSs and IC Interpretations issued by the MASB that are effective from the beginning of the current financial year but which are not applicable to the Group's operations are as follows:

Amendments to FRS 2	Share-based Payment - Scope of FRS 2 and revised FRS 3 - Group Cash-settled Share-based Payment Transactions	1 July 2010 1 January 2011
IC Interpretation 12	Service Concession Arrangements	1 July 2010

(b) New and Revised FRSs, IC Interpretations and Amendments to FRSs and IC Interpretations That Are Not Yet Effective and Have Not Been Early Adopted

The Group has not early adopted the following new and revised FRSs and IC Interpretations and amendments to FRSs and IC Interpretations which have been issued but are not yet effective:

FRS 124	Related Party Disclosures	1 January 2012
Amendments to IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and Their Interaction - Prepayments of a Minimum Funding Requirement	1 July 2011
IC Interpretation 15	Agreements for the Construction of Real Estate	1 January 2012
IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments	1 July 2011

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PART A NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (“FRS 134”), INTERIM FINANCIAL REPORTING

A3. Auditors’ Report

There was no qualification on the audited financial statements of the Company for the financial year ended 31 December 2010.

A4. Seasonal or cyclical factors

The business operations of the Group are not significantly affected by seasonal or cyclical factors during the period under review.

A5. Items of Unusual nature and Amount

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence in the quarterly financial reports.

A6. Issuances, Cancellations, Repurchase, Resale and Repayments of Debt and Equity Securities

There have been no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current period and year to date

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PART A NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (“FRS 134”), INTERIM FINANCIAL REPORTING

A7. Segmental Information

Segmental results by business activities:-

	Current Quarter Ended 30 Sep 11 (3 months)		Current Year To Date Ended 30 Sep 2011 (9 months)	
	Revenue	Profit/ (loss) Before Tax	Revenue	Profit/ (loss) Before Tax
	RM'000	RM'000	RM'000	RM'000
Business Activities:				
Investment Holding	3,900	3,884	10,900	10,739
Trading	115,005	7,029	330,399	20,540
Manufacturing	22,827	648	69,767	3,157
Total	141,732	11,561	411,066	34,436
Consolidation Adjustments	(14,403)	(3,906)	(43,077)	(11,034)
	127,329	7,655	367,989	23,402

A8. Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current period under review.

A9. Capital commitments

Capital commitment as at end of the current quarter and financial year to date are as follows:-	30-Sep-11 RM'000
Approved but not contracted for:-	3,500

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PART A NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARD 134 (“FRS 134”), INTERIM FINANCIAL REPORTING

A10. Material events subsequent to the end of period reported

There were no material events subsequent to the end of the period that have not been reflected in the financial statements for the period.

A11. Changes in the Composition of the Group

There were no changes in the composition of the group during the current period and year to date.

A12. Related Party Transactions

The Company has the following transactions with the related parties during the financial quarter.

Transacting Parties	Potential/ Actual Areas of Conflict of Interest and / or Related-Party Transaction	Nature of Transaction	Current Quarter Ended 30-Sep-11 RM'000	Current Year Ended 30-Sep-11 RM'000
Our Group and Kossan Holdings (M) Sdn Bhd (“KHMSB”), its subsidiaries and associated company	Chow Cheng Moeey, our substantial shareholder, is the spouse of Lim Kuang Sia, a Director and substantial shareholder of KHMSB	Sale & purchase of industrial chemicals and UPRs by our Group	2,384	7,072
		Total	2,384	7,072

In the opinion of the directors, the above transactions have been entered into in the ordinary course of business and have been established under terms no less favourable than those transacted with unrelated parties.

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PART B NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B1. Review of performance of the Company and its principal subsidiaries

For the financial year to date, the Group recorded a pre-tax profit of RM23.40 mil.

In the opinion of the Directors, the result for the current quarter and financial year to date have not been affected by any transactions or events of a material nature which has arisen between 30 Sep 2011 and the date of this report.

B2. Material changes in the quarterly results compared to the results of the preceding quarter

There are no material changes in the results for the current quarter compared to the results in the preceding quarter.

B3. Prospects for the current financial year

Barring any unforeseen circumstances, the Directors remain positive with the Group's prospects.

B4. Variance between Actual Profit and Forecast Profit

The Group did not issue any profit forecast in a public document during the current financial period.

B5. Taxation

	Current Quarter Ended 30-Sep-11 RM'000	Current Year Ended 30-Sep-11 RM'000
Current tax expenses	(2,071)	(6,039)
Deferred Taxation	-	-
	<u>(2,071)</u>	<u>(6,039)</u>

The effective tax rate of the Group approximates the statutory tax rate.

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PART B NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B6. Profit from sale of unquoted investments and/ or properties

There were no disposal of unquoted investment and properties for the current quarter and financial year-to-date.

B7. Quoted securities

There was no purchase or sales of quoted securities for the current quarter and financial year to date.

Investments in quoted securities as at 30 Sep 2011 are stated at fair value as at 30 Sep 2011.

	Original cost/share RM	Market Value/ share As at 30 Sep 11 RM
(i) Goodway Integrated Industries Bhd	1.25	0.49
(ii) Aliran Ihsan Resources Bhd - RCULS	1.00	1.45
(iii) Wellcall Holdings Bhd	1.00	1.12
(iv) Superlon Holdings Bhd	0.72	0.40
(v) Hartalega Holdings Bhd	1.80	5.50
(vi) Careplus Group Berhad	0.23	0.29
(vii) Careplus Group Berhad - Warrant	-	0.09
(viii) Petronas Chemicals Group Bhd	5.04	5.56

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PART B NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B8. Status of Utilisation of IPO Proceeds

The Public Issue was expected to raise gross proceeds of RM22.0 million, which will be utilised as follows:-

Purpose	Proposed Utilisation	Actual Utilisation	Intended Timeframe for Utilisation	Deviation	Explanation
	RM'000	RM'000			
(i) Repayment of bank borrowings	7,000	7,000	Within 12 months	-	-
(ii) Expansion of existing operations	7,000	2,753	Within 24 months	-	-
(iii) Expansion of business and markets	2,500	20	Within 24 months	-	-
(iv) Working capital	3,000	3,000	Within 24 months	-	-
(v) Estimated listing expenses	2,500	2,257	Immediate	-	-
	<u>22,000</u>	<u>15,030</u>			

Expansion of existing operations

As stated in the Prospectus dated 10 June 2008, we have intended to utilize approximately RM3.0 million of the proceeds to purchase and install a new reactor and related equipment at our Unsaturated Polyester Plant in Melaka, to increase production capacity by another 50% in order to reach an output of 30,000 metric tonnes per annum. In addition, we intended to utilize approximately RM500,000 of the proceeds to increase our warehouse storage capacity by installing improved rack systems at our manufacturing plant.

We have yet to utilize this amount. We are continuously monitoring the market situation and will only expand our plant capacity when there is sufficient and sustainable market demand.

Expansion of business and markets

As disclosed in our Prospectus dated 10 June 2008, we intended to utilize RM2.5 million of the proceeds to set up sales and marketing offices in Indonesia, Vietnam and China to improve our services to customers in the region.

The Group is currently in its preliminary stages of setting up a Representative office in Vietnam.

On 18 July 2011, LCB has incorporated a subsidiary in Indonesia (PT. Luxchem Indonesia). PT. Luxchem Indonesia officially started operations on 3 Oct 2011.

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PART B NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS
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B9. Group borrowings and debt securities

The Group's borrowings as at 30 Sep 2011 are as follows:-

	Secured RM'000	Unsecured RM'000	Total RM'000
<u>Short term borrowing:-</u>	-	66,046	66,046
	94	-	94
	<u>94</u>	<u>66,046</u>	<u>66,140</u>
<u>Long Term borrowings:-</u>	33	-	33
	<u>33</u>	<u>-</u>	<u>33</u>
Total	<u>127</u>	<u>66,046</u>	<u>66,173</u>

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PART B NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B10. Derivative Financial Instruments – Forward Foreign Currency Contracts

The outstanding forward foreign currency exchange contracts as at 30 Sep 2011 are as follows:-

Type of Derivatives	Contract/ Notional Value RM million	Fair Value RM million
Foreign Exchange Contracts		
- Less than 1 year	14.95	15.60
- 1 year to 3 years	-	-
- More than 3 years	-	-

Forward foreign exchange contracts are entered into with licensed banks to hedge the Group's exposure to foreign exchange risk in respect of its export sales and imported purchases by establishing the rate at which a foreign currency asset or liability will be settled.

These contracts are executed with credit-worthy/reputable financial institutions in Malaysia and as such, credit risk and liquidity risk in respect of non-performance by counterparties to these contracts is minimal.

The fair values of the forward foreign currency exchange contracts are subject to market risk. The fair value of the forward contracts may decline if the exchange rate of the underlying currency decreases.

There are no cash requirements for these derivatives.

Forward foreign currency exchange contracts are recognised on the contract dates and are measured at fair value with changes in fair value are recognised in profit or loss.

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PART B NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B11. Realised and Unrealised Profits

	Current financial year ended 30 Sep 11	As at 31 Dec 2010
	RM'000	RM'000
Total retained profits of LCB and its subsidiaries		
- Realised Profit	124,379	94,403
- Unrealised Profit	(2,179)	(560)
	122,200	93,843
- Consolidation adjustments	(77,105)	(55,711)
Retained profits as per financial statements	45,095	38,132

B12. Financial Guarantee

The Company has provided various financial guarantees to banks for the guarantee of credit facilities granted to its various subsidiaries. As at 30 Sep 2011, the amount of bank borrowings of its subsidiaries amounted to RM66.05mil.

In addition, the Company has also provided Corporate Guarantee to Suppliers in respect of credit facilities granted to subsidiaries. As at 30 Sep 2011, the amount of Corporate Guarantee to Suppliers amounted to RM4.31 mil.

The Company monitors the performance of its subsidiaries closely to ensure they meet all their financial obligations. In view that there is minimal risk of default, the Company has not recognised the value of the obligation under the Financial Guarantee in its books.

B13. Material Litigation

As at 30 Sep 2011, neither our Company nor any of our subsidiaries is engaged in any material litigation and arbitration either as plaintiff or defendant, which has a material effect on the financial position of our Company or our subsidiaries and our Directors are not aware of any proceedings pending or threatened or of any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business of our Company or our subsidiaries.

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B14. Proposed Dividend

There were no dividends proposed or declared for the current quarter

B15. Earnings per share

(a) Basic earnings per share

The basic earnings per share is calculated based on the Group's profit attributable to equity holders of the Company of RM5.59 million for the current quarter and RM17.36 million for current financial year-to-date as at 30 Sep 2011 and on the number of shares in issue of 130,000,000 as at 30 Sep 2011.

(b) Fully diluted earnings per share

Fully diluted earnings per share were not computed as there were no outstanding potential ordinary shares to be issued as at the end of the reporting period.

By order of the Board,

Tang Ying See
Chief Executive Officer/ Managing Director
Date: 28 Oct 2011