



SINARIA CORPORATION BERHAD

(Company No.: 838172-P)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 MAY 2010

CONDENSED CONSOLIDATED INCOME STATEMENTS

	Individual Quarter		Cumulative Quarters	
	Current Year Quarter 31.05.2010 RM'000	Preceding Year Corresponding Quarter 31.05.2009 RM'000	Current Year-To-Date 31.05.2010 RM'000	Preceding Year Corresponding Period 31.05.2009 RM'000
Revenue	30,374	NA	108,761	NA
Cost of sales	(25,750)	NA	(90,204)	NA
Gross profit	4,625	NA	18,557	NA
Other operating income	129	NA	1,133	NA
Operating expenses	(4,242)	NA	(14,092)	NA
Finance costs	(434)	NA	(1,550)	NA
Profit before tax	78	NA	4,048	NA
Tax expense	(465)	NA	(1,026)	NA
Net profit for the period	(387)	NA	3,022	NA
Attributable to:				
Equity holders of the Company	(387)	NA	3,022	NA
Minority interests	-	NA	-	NA
Earnings per share (Note B14)	(387)	NA	3,022	NA
Basic (Sen)	(0.43)	NA	3.81	NA
Diluted (Sen)	-	NA	-	NA

Notes:

- (a) The Condensed Consolidated Income Statement should be read in conjunction with the Proforma Consolidated Financial Statements and the Accountants' Report for the financial year ended 31 May 2009 in the Prospectus of the Company dated 23 October 2009 and the accompanying explanatory notes attached to the interim financial statements.
- (b) This is the first year interim financial report on the consolidated results of the Group announced by the Company in compliance with the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") after the Group was constituted on 3 September 2009. As such, there are no comparative consolidated figures for the preceding year's corresponding quarter and period to date.



SINARIA CORPORATION BERHAD

(Company No.: 838172-P)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 MAY 2010

CONDENSED CONSOLIDATED BALANCE SHEETS

		UNAUDITED As at 31.05.2010 RM'000	AUDITED As at 31.05.2009 RM'000
	Note		
Non-current Assets			
Property, plant and equipment		26,585	NA
Prepaid lease payments		2,349	NA
		28,934	NA
Current Assets			
Inventories		20,510	NA
Receivables, deposits and prepayments		29,215	NA
Current tax assets		279	NA
Cash and cash equivalents		20,471	NA
		70,475	NA
TOTAL ASSETS		99,409	NA
EQUITY AND LIABILITIES			
Equity			
Share capital		45,000	NA
Revaluation reserve		1,742	NA
Merger deficit		(29,297)	NA
Retained profits		34,590	NA
Shareholders' equity		52,035	NA
Minority interests		-	NA
TOTAL EQUITY		52,035	NA
Non-current Liabilities			
Long term borrowings	B10	2,466	NA
Deferred taxation		1,163	NA
		3,629	NA
Current Liabilities			
Payables and accruals		10,521	NA
Current tax liabilities		391	NA
Short-term bank borrowings	B10	32,833	NA
		43,745	NA
TOTAL LIABILITIES		47,374	NA
TOTAL EQUITY AND LIABILITIES		99,409	NA
Net assets per ordinary share attributable to ordinary equity holders of the Company (RM)		0.58	NA

Notes:

- (a) The Condensed Consolidated Balance Sheets should be read in conjunction with the Proforma Consolidated Financial Statements and the Accountants' Report for the financial year ended 31 May 2009 in the Prospectus of the Company dated 23 October 2009 and the accompanying explanatory notes attached to the interim financial statements.
- (b) This is the first year interim financial report on the consolidated results of the Group announced by the Company in compliance with the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") after the Group was constituted on 3 September 2009. As such, there are no comparative consolidated figures for the preceding year's corresponding quarter and period to date.



SINARIA CORPORATION BERHAD

(Company No.: 838172-P)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 MAY 2010

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	←-----Attributable to equity holders of the Company-----→						Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Non Distributable Reserves-----→	Merger Deficit RM'000	Retained Profits RM'000	
Balance as at 01.06.09	*	-	-	-	-	(2)	(2)
Issue of 66,000,000 new ordinary shares of RM0.50 each for the acquisitions of subsidiaries	33,000	-	-	-	-	-	33,000
Public Issue of 24,000,000 new ordinary shares of RM0.50 each	12,000	1,440	-	-	-	-	13,440
Share issue expenses	-	(1,440)	-	-	-	-	(1,440)
Effects arising from merger	-	-	1,891	(29,297)	-	31,570	4,164
Revaluation decrease of property, plant and equipment	-	-	(149)	-	-	-	(149)
Net profit for the year	-	-	-	-	3,022	-	3,022
Balance as at 31.05.10	45,000	-	1,742	(29,297)	34,590	-	52,035

Notes:

- (a) The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Proforma Consolidated Financial Statements and the Accountants' Report for the financial year ended 31 May 2009 in the Prospectus of the Company dated 23 October 2009 and the accompanying explanatory notes attached to the interim financial statements.
- (b) This is the first year interim financial report on the consolidated results of the Group announced by the Company in compliance with the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") after the Group was constituted on 3 September 2009. As such, there are no comparative consolidated figures for the preceding year's corresponding quarter and period to date.



SINARIA CORPORATION BERHAD

(Company No.: 838172-P)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 MAY 2010

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	Current Period Ended 31.05.2010 RM'000	Preceding Year Corresponding Period Ended 31.05.2009 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	4,048	NA
Adjustments:		
Amortisation and depreciation	2,106	NA
Allowance for doubtful debts	74	NA
Bad debts written off	20	NA
Allowance for slow moving inventories	257	NA
Interest income	(493)	NA
Interest expense	1,550	NA
Share issue expenses	61	NA
Property, plant and equipment written off	67	NA
Revaluation decrease in property, plant & equipment	359	NA
Gain on disposal of property, plant & equipment	(30)	NA
Operating profit before working capital changes	8,019	NA
Inventories	2,216	NA
Receivables	(4,319)	NA
Payables	(1,146)	NA
Cash generated from operations	4,770	NA
Tax paid	(807)	NA
Net cash from operating activities	3,963	NA
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of plant, property and equipment	(7,624)	NA
Proceeds from disposal of property, plant & equipment	143	NA
Interest received	493	NA
Net cash used in investing activities	(6,988)	NA
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from share issue	13,440	NA
Listing expenses paid	(1,501)	NA
Net (decrease)/increase in short-term borrowings	(1,723)	NA
Repayment of hire purchase obligations	(1,097)	NA
Drawdown of term loan	2,400	NA
Repayment of term loan	(116)	NA
Interest paid	(1,514)	NA
Net cash from financing activities	9,889	NA
NET INCREASE IN CASH AND CASH EQUIVALENTS	6,864	NA
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	10,352	NA
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	17,216	NA



SINARIA CORPORATION BERHAD

(Company No.: 838172-P)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

CASH AND CASH EQUIVALENTS COMPRISE:

Fixed and short-term deposits with licensed banks	16,743	NA
Cash and bank balances	3,728	NA
Bank overdraft	(3,255)	NA
	17,216	NA

Notes:

- (a) *The Condensed Consolidated Cashflow Statements should be read in conjunction with the Proforma Consolidated Financial Statements and the Accountants' Report for the financial year ended 31 May 2009 in the Prospectus of the Company dated 23 October 2009 and the accompanying explanatory notes attached to the interim financial statements.*
- (b) *This is the first year interim financial report on the consolidated results of the Group announced by the Company in compliance with the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") after the Group was constituted on 3 September 2009. As such, there are no comparative consolidated figures for the preceding year's corresponding quarter and period to date.*



SINARIA CORPORATION BERHAD

(Company No.: 838172-P)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 MAY 2010

PART A – EXPLANATORY NOTES PURSUANT TO THE FINANCIAL REPORTING STANDARDS (“FRS”) 134: INTERIM FINANCIAL REPORTING

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the proforma consolidated financial information and the Accountants’ Report for the financial year ended 31 May 2009 as disclosed in the Company’s Prospectus dated 23 October 2009 and the accompanying explanatory notes attached to the interim financial report.

These explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company and its subsidiaries (“Group”) since the financial year ended 31 May 2009.

In conjunction with our listing on the Main Market of Bursa Securities, the Group’s financial statements have adopted the merger accounting method.

2. Summary of significant accounting policies

Significant accounting policies adopted are consistent with the Proforma Consolidated Financial Information and the Accountants’ Report for the financial year ended 31 May 2009 as disclosed in the Company’s Prospectus dated 23 October 2009. The following new FRSs, Amendments and Interpretations were issued but not yet effective and have not been early adopted by the Group:

FRS 7	Financial Instruments : Disclosures
FRS 8	Operating Segments
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 7	Financial Instruments : Disclosure
Amendments to FRS 127	Consolidated and Separate Financial Statements : Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendments to FRS 139	Financial Instruments : Recognition and Measurement - Reclassification of Financial Assets - Collective Assessment of Impairment for Banking Institutions
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
Improvements to FRSs (2009)	



SINARIA CORPORATION BERHAD

(Company No.: 838172-P)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the preceding audited financial statements of the Company and its subsidiaries for the financial year ended 31 May 2009 were not subject to any qualification.

4. Seasonal or Cyclical Factors

The Group's performance is not significantly affected by seasonal or cyclical factors.

5. Unusual Items

There was no item, which is unusual because of their nature, size or incidence that has affected the assets, liabilities, equity, net income or cash flows of the Group for the current quarter and current financial year ended 31 May 2010.

6. Material Changes in Estimates

There were no changes in estimates of amounts that have had a material effect in the current quarter and current financial year ended 31 May 2010.

7. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter.

In conjunction with, and as integral part of the listing of and quotation for the entire enlarged issued and paid-up share capital of the Company on the Main Market of Bursa Securities on 12 November 2009, the Company undertook a Public Issue of 24,000,000 new ordinary shares of RM0.50 each and Offer-for-Sale of 17,001,000 ordinary shares of RM0.50 each at an issue/ offer price of RM0.56 per ordinary share.

The Public Issue of 24,000,000 new ordinary shares, representing 26.67% of the enlarged issued and paid-up share capital of the Company were allocated and allotted in the following manner:-

- (a) 6,000,000 new ordinary shares, representing approximately 6.67% of the enlarged issued and paid-up share capital of the Company made available for application by the Malaysian public;
- (b) 2,000,000 new ordinary shares, representing approximately 2.22% of the enlarged issued and paid-up share capital of the Company made available for application by the eligible directors, employees and business associates/persons who have contributed to the success of the Group; and
- (c) 16,000,000 new ordinary shares representing approximately 17.78% of the enlarged issued and paid-up share capital of the Company by way of private placement to identified investors.



SINARIA CORPORATION BERHAD

(Company No.: 838172-P)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

The Offer-for-Sale of 17,001,000 existing ordinary shares of RM0.50 each, representing approximately 18.89% of the enlarged issued and paid-up share capital of the Company were offered to investors in the following manner:-

- (a) 11,250,000 existing ordinary shares, representing 12.50% of the enlarged issued and paid-up share capital of the Company were offered to Bumiputera investors approved by MITI; and
- (b) 5,751,000 existing ordinary shares, representing 6.39% of the enlarged issued and paid-up share capital of the Company were offered to identified investors.

8. Dividend Paid

No dividend was paid in the current quarter under review.

9. Segment Reporting

The Group's business is mainly confined to one business segment in the wholesale and manufacture of fresh and frozen food products primarily for domestic market.

10. Carrying Amount of Property, Plant and Equipment

The freehold land and buildings of the Group were revalued on 31 May 2010 based on the values given by firms of independent professional valuers using the open market value basis. Revaluation of these assets will be conducted in an interval of at least once in every five (5) years. The revaluation of the freehold land resulted in a surplus of RM34,312 and a deficit of RM182,478 while the revaluation of the factory building resulted in a deficit of RM358,984. Such revaluation surplus and deficit have been accounted for and recognized in the financial statements for the fourth quarter ended 31 May 2010.

11. Events subsequent to the Balance Sheet date

There were no material events subsequent to the end of the financial period/ year ended 31 May 2010 that have not been reflected in the interim financial statements as at the date of this report.

12. Changes in the Composition of the Group

There were no changes in the composition of the Group in the current quarter.

In conjunction with the Listing, the Company had, on 8 January 2009 entered into three (3) conditional Share Sale Agreements ("SSAs") which are as follows:-

- (a) the SSA between the Company, Wide Symbol Sdn Bhd ("WSSB") and Tan Khang Khim ("TKK") for the purchase of the entire equity interest in Saudi Cold Storage Sdn Bhd ("SCSSB") for a total purchase consideration of RM31,936,446, which was satisfied by the issuance of 63,654,622 SCB Shares;
- (b) the SSA between the Company, TKK, Low Ai Choo ("LAC"), Ng Wai Mei and Tinakaran A/L Kuppusamy for the purchase of 4.76% equity interest in Perusahaan Saudee Sdn Bhd ("PSSB") comprising 100,002 ordinary shares of RM1.00 each for a total purchase consideration of RM1,172,685, which was satisfied by the issuance of 2,345,370 SCB Shares to TKK and LAC and by way of cash of RM1.00 each to Ng Wai Mei and Tinakaran A/L Kuppusamy; and



SINARIA CORPORATION BERHAD

(Company No.: 838172-P)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

- (c) the SSA between the Company, TKK and LAC for the purchase of the entire equity interest in Nutriveg Sdn Bhd (“Nutriveg”) for a total purchase consideration of RM2, which was satisfied by the issuance of four (4) new ordinary shares of the Company.

The Acquisition of Companies was completed on 3 September 2009.

Upon completion of the Acquisition of Companies, the Company undertook an internal group reorganisation whereby the Company acquired the remaining 95.24% equity interest in PSSB from SCSSB for a total purchase consideration of RM23,463,546.

Upon completion of the Acquisition of Companies and internal group reorganization, SCSSB, PSSB and Nutriveg became direct wholly-owned subsidiaries of the Company.

13. Changes in contingent liabilities or contingent assets

The Group does not have any material contingent liabilities since the last audited financial statements for the financial year ended 31 May 2009

14. Related Party Transactions

Related parties are those defined under FRS 124 - Related Party Disclosures. The significant related party transactions and balances described below were carried out in the ordinary course of business and on commercial terms that are no more favourable than that available to other third parties.

	Transactions for the year-to-date ended 31.05.10 RM'000
Sale of goods by SCSSB to Angliss Food Sdn Bhd (“AFSB”)	14,062
Purchase of goods by SCSSB from AFSB	8,094
Commission paid by SCSSB to AFSB for sale of SCSSB’s goods.	566

Note : AFSB is deemed a related party as the brother of Managing Director of the Group is the substantial shareholder of AFSB and is deemed a person connected.

15. Capital Commitments

	As at 31.05.10 Approved and Contracted for RM'000	As at 31.05.10 Approved and Not Contracted for RM'000
Freezers and machinery	1,264	-



SINARIA CORPORATION BERHAD

(Company No.: 838172-P)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 MAY 2010

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

1. Review of Performance

For the current quarter and twelve (12) months period ended 31 May 2010, the Group recorded profit before tax of RM173,000 and RM4.1 million respectively over the Group's revenue of RM30.4 million and RM108.8 million respectively.

2. Variation of Results against Preceding Quarter

	Current Quarter ended 31.05.10 RM'000	Preceding Quarter ended 28.02.10 RM'000	Variance RM'000	%
Revenue	30,374	26,868	3,506	13.0
Profit Before Tax	173	1,426	(1,253)	(87.9)

The Group's revenue for the current quarter was higher by approximately 13.0% as compared to the revenue recorded in the preceding quarter. The Group was however recorded a significant lower profit before tax for the current quarter due largely to allowance for doubtful debts and slow moving stocks as well as revaluation decrease in its landed properties (refer to Note A10).

3. Current Year Prospects

Barring any unforeseen circumstances, the directors are of the opinion that the performance of the Group for the financial year ending 31 May 2011 will be satisfactory.

4. Variance between Actual Profit and Forecast Profit

The Group has not issued any profit forecast or profit guarantee for the current quarter under review or in its Prospectus dated 23 October 2009

5. Taxation

	Current Quarter 31.05.10 RM'000	Current Year To Date 31.05.10 RM'000
Income tax		
Current year	277	773
Prior year	56	56
Deferred tax		
Current year	132	197
Prior year	-	-
	465	1,026



SINARIA CORPORATION BERHAD

(Company No.: 838172-P)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

The deferred tax liabilities arose from capital allowances over depreciation of qualifying plant and equipment. The effective tax rate of the Group for the current quarter was higher than the statutory tax rate due mainly to certain expenses which are not allowable for tax deduction under the Income Tax Act, 1967.

6. Sale of Unquoted Investments and/or Properties

There was no disposal of unquoted investments and/or properties held by the Group for the current quarter and current financial year ended 31 May 2010.

7. Purchase and/or Disposal of Quoted Securities

There was no purchase or disposal of quoted securities by the Group during the current quarter and current financial year ended 31 May 2010.

8. Status of Corporate Proposals

(a) Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this interim financial report.

(b) Status of Utilisation of IPO proceeds

The Public Issue of 24,000,000 new ordinary shares of RM0.50 each in conjunction with the Company's listing on Bursa Securities raised total proceeds of RM13.44 million. The status of the utilisation of the proceeds as at 22 July 2010 (being the latest practicable date) was as follows:-

	Intended Timeframe for Utilisation from Date of Listing	Proposed Utilisation RM'000	Actual Utilisation RM'000	Deviation RM'000	Balance RM'000
Purchase of cold storage facilities and machineries	12 months	5,000	(4,399)	-	601
Advertisement and brand building	12 months	2,500	(805)	-	1,695
Setting up sales office in Dubai, United Arab Emirates ("UAE")	12 months	500	-	-	500
Working capital	12 months	3,640	(3,939)	(299)	-
Listing expenses	3 months	1,800	(1,501)	299	-
Total		13,440	(10,644)	-	2,796

Note :

The actual utilisation amount for the listing expenses was lower than the budgeted amount. Hence, the balance unutilised amount of RM299,000 was utilised for the Group's working capital purposes as per the disclosure in the Company's Prospectus dated 23 October 2009.



SINARIA CORPORATION BERHAD

(Company No.: 838172-P)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

9. Purchase of Unquoted investments and Properties

There was no purchase of unquoted securities and properties by the Group during the current quarter and current financial year ended 31 May 2010 save for the acquisition of land and building of RM12.0 million in September 2009 as an integral part of the listing of and quotation for the entire issued and paid-up share capital of the Company on the Main Market of Bursa Securities.

10. Group Borrowings and Debt Securities

The Group's borrowings as at 31 May 2010 are as follows:-

	Secured RM'000	Unsecured RM'000	Total RM'000
Short term borrowings:-			
Bank overdraft	1,023	2,232	3,255
Bankers' acceptances	27,519	801	28,320
Hire Purchase	776	-	776
Term loan	-	482	482
	<u>29,318</u>	<u>3,515</u>	<u>32,833</u>
Long term borrowings:-			
Hire Purchase	664	-	664
Term loan	-	1,802	1,802
	<u>664</u>	<u>1,802</u>	<u>2,466</u>
Total	<u><u>29,982</u></u>	<u><u>5,317</u></u>	<u><u>35,299</u></u>

11. Off Balance Sheet Financial Instruments

Unrecognised financial instruments

The contracted amount and fair value of financial instruments not recognised in the balance sheet as at the latest practicable date of 22 July 2010 were as follows:-

Forward foreign exchange contracts	RM'000
Contracted value	483
Unrealised (gain)/ loss	-
Fair value	<u><u>483</u></u>

12. Material Litigation

There were no material litigations for the current financial period to date.

13. Proposed Dividend

There was no dividend proposed or declared in the current quarter under review.



SINARIA CORPORATION BERHAD

(Company No.: 838172-P)

(Incorporated in Malaysia with limited liability under the Companies Act, 1965)

14. Earnings Per Share

Basic

The basic earning per share has been calculated by dividing the Company's profit for the current financial quarter and current financial year to-date by the number of ordinary shares in issue during the current financial quarter and current financial year to-date under review.

	Individual Quarter		Cumulative Quarters	
	Current	Preceding Year	Current	Preceding Year
	Quarter	Corresponding	Year	Corresponding
	31.05.10	Quarter	31.05.10	Period
		31.05.09		31.05.09
Profit attributable to ordinary Equity holders of the Company (RM'000)	(387)	NA	3,022	NA
Weighted average number of ordinary shares in issue ('000)	90,000	NA	79,348	NA
Basic Earnings per Share (sen)	(0.43)	NA	3.81	NA

Diluted

The Company does not have any convertible share or convertible financial instruments for the current financial quarter and current financial year to-date under review.

15. Authorisation for issue

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the Board.