

Quarterly report on consolidated results for the fourth financial quarter ended 31st March 2012

Condensed Consolidated Income Statements for the fourth quarter ended 31st March 2012

(The figures have not been audited)

	3 months ended		12 months ended	
	31st Mar 2012 RM'000	31st Mar 2011 RM'000	31st Mar 2012 RM'000	31st Mar 2011 RM'000
Revenue	20,672	25,967	127,971	115,353
Operating Expenses	(59,326)	(24,373)	(161,702)	(107,929)
Other operating income	(216)	464	585	1,269
Profit/ (Loss) from Operations	<u>(38,870)</u>	<u>2,058</u>	<u>(33,146)</u>	<u>8,693</u>
Finance costs	47,257	(1,675)	52,309	(7,880)
Goodwill on Consolidation	(1,875)	-	(1,875)	-
Profit before tax	<u>6,512</u>	<u>383</u>	<u>17,288</u>	<u>813</u>
Income tax expense	293	(1,369)	32	(1,455)
Profit/ (Loss) for the period	<u>6,805</u>	<u>(986)</u>	<u>17,320</u>	<u>(642)</u>
Profit/ (Loss) for the period	<u>6,805</u>	<u>(986)</u>	<u>17,320</u>	<u>(642)</u>
Attributable to:				
Equity holders of the parent	6,883	(1,030)	17,251	(686)
Minority interest	(78)	44	69	44
	<u>6,805</u>	<u>(986)</u>	<u>17,320</u>	<u>(642)</u>
Earnings per share attributable to equity holders of the parent:				
Basic - sen	<u>106.48</u>	<u>(1.59)</u>	<u>266.88</u>	<u>(1.06)</u>

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31st March 2011 and the accompanying explanatory notes attached to the interim financial statements.

Quarterly report on consolidated results for the fourth financial quarter ended 31st March 2012

Condensed Consolidated Balance Sheet as at 31st March 2012

(The figures have not been audited)

	As at 31st Mar 2012 RM RM'000	As at 31st Mar 2011 RM RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	89,540	92,273
Intangible assets	-	1,875
	<u>89,540</u>	<u>94,148</u>
Current assets		
Inventories	13,378	26,601
Trade receivables	19,680	25,517
Other receivables	10,842	11,639
Tax recoverable	233	130
Short term investments	63	54
Cash and bank balances	4,253	9,363
Assets held for sale	-	12,069
	<u>48,449</u>	<u>85,373</u>
TOTAL ASSETS	<u>137,989</u>	<u>179,521</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	6,464	64,645
Share premium	23,752	23,752
Other reserves	5,045	5,680
Retained earnings	14,579	(61,489)
	<u>49,840</u>	<u>32,588</u>
Minority interests	973	904
Total equity	<u>50,813</u>	<u>33,492</u>
Non-current liabilities		
Retirement benefit obligations	1,477	-
Borrowings	54,643	2,302
Deferred tax liabilities	3,827	4,233
	<u>59,947</u>	<u>6,535</u>
Current liabilities		
Borrowings	3,200	96,306
Trade payables	12,353	8,401
Other payables	11,676	34,787
	<u>27,229</u>	<u>139,494</u>
Total liabilities	<u>87,176</u>	<u>146,029</u>
TOTAL EQUITY AND LIABILITIES	<u>137,989</u>	<u>179,521</u>
Net asset per share attributable to ordinary equity holders of the parent (RM)	7.71	0.50

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31st March 2011 and the accompanying explanatory notes attached to the interim financial statements.

Quarterly report on consolidated results for the fourth financial quarter ended 31st March 2012

Condensed Consolidated Cash Flow Statements for the fourth quarter ended 31st March 2012

(The figures have not been audited)

	12 months ended	
	As at 31st Mar 2012 RM'000	As at 31st Mar 2011 RM'000
Net cash from operating activities	19,935	2,075
Net cash from/ (used in) investing activities	9,280	(1,502)
Net cash generated used in financing activities	(31,398)	(3,077)
Net decrease in cash and cash equivalents	(2,183)	(2,504)
Non-cash items	6,441	4,891
Cash and cash equivalents at beginning of financial period	(508)	(2,895)
Cash and cash equivalents at end of financial period	<u>3,750</u>	<u>(508)</u>

Cash and cash equivalents at the end of the financial period comprise the following:

Cash and bank balances	4,253	9,321
Bank overdrafts	(503)	(9,829)
	<u>3,750</u>	<u>(508)</u>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

Quarterly report on consolidated results for the fourth financial quarter ended 31st March 2012

Condensed Consolidated Statements of Changes in Equity for the fourth quarter ended 31st March 2012

	Attributable to Equity Holders of the Parent					Total RM'000	Minority Interest RM'000	Total Equity RM'000
	Share capital RM'000	Share premium RM'000	Non-Distributable					
			Revaluation reserve RM'000	Other reserve RM'000	Accumulated losses RM'000			
12 months ended 31st March 2011								
As at 1 April 2010	64,645	23,752	6,009	60	(61,191)	33,275	860	34,135
Movements during the period (cumulative)	-	-	-	-	-	-	-	-
Net loss for the period	-	-	-	(389)	(298)	(687)	44	(643)
At 31st March 2011	<u>64,645</u>	<u>23,752</u>	<u>6,009</u>	<u>(329)</u>	<u>(61,489)</u>	<u>32,588</u>	<u>904</u>	<u>33,492</u>
12 months ended 31st March 2012								
As at 1 April 2011	64,645	23,752	6,009	(329)	(61,489)	32,588	904	33,492
Movements during the period (cumulative)	(58,181)	-	-	(635)	58,181	(635)	-	(635)
Net profit for the period	-	-	-	-	17,887	17,887	69	17,956
At 31st March 2012	<u>6,464</u>	<u>23,752</u>	<u>6,009</u>	<u>(964)</u>	<u>14,579</u>	<u>49,840</u>	<u>973</u>	<u>50,813</u>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

EXPLANATORY NOTES : (AS PER FRS 134)

A1 Accounting policies

The interim financial statements are unaudited and have been prepared under the historical cost convention in accordance with FRS134 "Interim Financial Reporting" and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The accounting policies and methods used in preparing the quarterly financial statements are consistent and should be read in conjunction with the audited financial statements for the financial year ended 31st March 2011.

These 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 year ended 31st March 2011.

A2 Changes in Accounting Policies

The adoption of the revised FRS 101 has affected the presentation of minority interest. In the consolidated balance sheet, minority interests are now presented within total equity. In the consolidated income statements, minority interests are presented as an allocation of the total loss for the period. A similar requirement is also applicable to the statement of changes in equity. FRS 101 also requires disclosure, on the face of the statement of changes in equity, total recognized income and expenses for the period, showing separately the amounts attributable to equity holders of the parent and to minority interests.

The current period's presentation of the Group's financial statements is based on the revised requirements of FRS 101, with the comparatives restated to conform with the current period's presentation.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with the most recent annual audited financial statements for the year ended 31st March, 2011.

On 1st April the Group adopted the following which is mandatory for the financial period beginning on or after 1st April 2011.

The adoption of these FRS did not have material effect on the presentations and disclosure aspect since the Group does not present segmentation results.

**Effective for
financial periods
beginning on
or after**

*FRS 4	Insurance Contracts	1 January 2010
FRS 7	Financial Instruments : Disclosures	1 January 2010
FRS101(Revised 2010)	Presentation of Financial Statements	1 January 2010
FRS123(Revised 2010)	Borrowing Costs	1 January 2010
FRS 139	Financial Instruments : Recognition and Measurement	1 January 2010

Amendments to FRS 1	First-time Adoption of Financial Reporting Standards	1 January 2010
Amendments to FRS 1	Limited Exemption from Comparative FRS7 Disclosures for First- time Adopters	1 January 2011
Amendments to FRS 2	Share-based Payment – Amendments Relating to Vesting Conditions and Cancellations	1 January 2010
Amendments to FRS 2	Share-based Payment – Amendments Relating to the scope of the standard	1 March 2010
Amendments to FRS 7	Financial Instruments: Disclosures Amendments relating to financial assets	1 January 2010
Amendments to FRS 7	Improving Disclosures about Financial Instruments	1 January 2011
Amendments to FRS 8	Operating Segments. Amendments relating disclosure information about segment assets	1 January 2010
Amendments to FRS 107	Statement of Cash Flows. Amendments relating to classification of expenditures on unrecognized assets	1 January 2010
Amendments to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors. Amendment relating to selection and application of accounting policies	1 January 2010
Amendments to FRS 110	Events After the Reporting Period. Amendment relating to reason for dividend not recognized as a liability at the end of the reporting period	1 January 2010
Amendments to FRS 116	Property, Plant and Equipment. Amendment relating to derecognition of asset	1 January 2010
Amendments to FRS 117	Leases. Amendment relating to classification of leases	1 January 2010
Amendments to FRS 118	Revenue. Amendment relating to Appendix of this standard and recognition and measurement	1 January 2010
Amendments to FRS 119	Employee Benefits. Amendment relating to definition, curtailment and settlements.	1 January 2010
*Amendments to FRS 120	Accounting for Government Grants and Disclosure of Government Assistance. Amendment relating to definition and government loan with a below market rate of interest.	1 January 2010
Amendments to FRS 123	Borrowing Costs. Amendment relating to components of borrowings costs.	1 January 2010
Amendments to FRS 127	Consolidated and Separate Financial Statements. Amendment relating to cost of an investment in a subsidiary, jointly controlled entity or associate.	1 January 2010
* Amendments to FRS 128	Investment in Associates. Amendment relating to impairment losses in application of the equity method and the scope of this standard	1 January 2010
* Amendments to FRS 129	Financial Reporting in Hyperinflationary Economies. Amendment relating to changing of terms used.	1 January 2010
* Amendments to FRS 131	Interests in Joint Ventures. Amendment relating to additional disclosure required for joint venture that does not apply FRS 131	1 January 2010
Amendments to FRS 132	Financial Instruments: Presentation. Amendment relating to puttable financial instruments	1 January 2010
Amendments to FRS 132	Financial Instruments: Presentation. Amendment relating to Classification of Rights Issues	1 January 2010

Amendments to FRS 134	Interim Financial Reporting. Amendment relating to disclosure of earnings per share	1 January 2010
Amendments to FRS 136	Impairment of Assets. Amendment relating to the disclosure of recoverable amount	1 January 2010
Amendments to FRS 139	Financial Instruments : Recognition and Measurements	1 January 2010
Amendments to FRS 140	Investment Property. Amendments relating to inability to determine fair value reliably.	1 January 2010
* IC Interpretation 9	Reassessment of Embedded Derivatives	1 January 2010
*IC Interpretation 10	Interim Financial Reporting and Impairment	1 January 2010
IC Interpretation 11	FRS 2 - Group and Treasury Shares Transactions	1 January 2010
*IC Interpretation 13	Customer Loyalty Programmes	1 January 2010
*IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction	1 March 2010

The following applicable new/ revised FRS which were issued but have not been adopted by the Group:

		Effective for financial periods beginning on or after
FRS 1(Revised 2010)	First-time Adoption of Financial Reporting Standards	1 July 2010
FRS 3(Revised 2010)	Business Combinations	1 July 2010
FRS127(Revised 2010)	Consolidated and Separate Financial Statements	1 July 2010
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations – Amendments relating to the inclusion of non- current assets as held for distribution to owners in the standard	1 July 2010
Amendments to FRS 138	Intangible Assets. Amendments relating to recognition of an expense	1 July 2010
*IC Interpretation 12	Service Concession Arrangements	1 July 2010
*IC Interpretation 15	Agreements for the Construction of Real Estate	1 July 2010
*IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation	1 July 2010
*IC Interpretation 17	Distributions of Non-cash Assets to Owners	1 July 2010
Amendments to FRS 1	Limited Exemption from Comparative FRS7 Disclosures for First-time Adopters. Amendments relating to transition provisions for first-time adopters	1 January 2011
Amendments to FRS 1	Additional Exemptions for First-time Adopters. Amendment relating to transition provisions for first-time adopters	1 January 2011
	*Amendments relating to transition provision for first-time adopters in the industry of oil and gas-time adopters	1 January 2011

*Not relevant to the Group.

The existing FRS 1, FRS 3 and FRS 127 will be withdrawn upon the adoption of the revised Standards which will take effect on 1 July 2010. FRS 201₂₀₀₄ Property Development Activities shall be withdrawn on application of IC Interpretation 15. The effects of FRS 7 and FRS 139, if any, upon their initial recognition are exempted from disclosures.

EXPLANATORY NOTES : (AS PER FRS 134)**A3 Declaration of audit qualification**

The audit report of the Company in respect of the annual financial statements for the year ended 31st March 2011 was not subject to any audit qualification.

A4 Segmental reporting

Segmental analysis for the current financial year to-date

	Revenue (RM)	Loss From Operations (RM)
Manufacturing	67,634,051	(12,761,748)
Trading	58,656,281	(15,088,142)
Others	1,680,756	(5,296,259)
	-----	-----
	127,971,088	(33,146,149)
	=====	=====

A5 Unusual items

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

A6 Changes in estimates

There were no changes in estimates of amount used in our previous reporting having a material impact in the current reporting.

A7 Seasonality or cyclicity of operation

The business of the Group is generally neither non-cyclical nor seasonal except for decreased activities during the festive season.

A8 Dividend

No dividend has been declared for the period.

A9 Valuation of property, plant and equipment

The valuation of property, plant and equipment have been brought forward, without amendment from the audited financial statements for the financial year ended 31st March 2011.

A10 Issuances and repayments of debts and equity securities

Pursuant to the Proposed Capital Reduction and Consolidation which were effective from 23 March 2012 wherein the issued and paid-up share capital of the Company of RM64,644,965 comprising 64,644,965 ordinary shares of RM1.00 each was reduced to RM6,464,496 comprising 6,464,496 ordinary shares of RM1.00 each.

The credit arising from the Capital Reduction and Consolidation amounting to RM58,180,469 was set-off against the accumulated losses of the Company in conjunction with the Proposed Restructuring Scheme of the Company.

Other than the above there were no issuances and repayments of debt securities. There were also no share buy-backs, shares held as treasury shares and resale of treasury shares for the current financial year to date.

EXPLANATORY NOTES: (AS PER BURSA SECURITIES LISTING REQUIREMENT – PART A OF APPENDIX 9B)

A11 Changes in the composition of the Group

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

A12 Contingent liabilities or contingent assets

There were no contingent liabilities and contingent assets as at end of the reporting quarter other than as stated below:

Guarantee for loan facilities given to other investee company USD 266,833

A13 Subsequent material events

The Company has successfully completed its Corporate Restructuring Scheme on 16 May 2012 following the admission of:-

- 20,338,186 Warrants issued pursuant to the Rights Issue of Shares with Warrants, the Rights Issue of ICULS with Warrants and the Restricted Issue of Warrants; and
- RM23,093,488 nominal value of ICULS issued pursuant to the Rights Issue of ICULS with Warrants and the Creditor Settlement,

to the Official List of Bursa Malaysia Securities Berhad and the listing of and quotation for the aforesaid securities together with:

- 13,228,877 Rights Shares issued pursuant to the Rights Issue of Shares with Warrants;
- 7,500,000 new SMPC Shares issued pursuant to the Creditors Settlement; and
- 19,134,575 new SMPC Shares issued pursuant to the Debt Restructuring

on the Main Market of Bursa Securities.

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

	3 months ended		12 months ended	
	31 Mar 2012	31 Mar 2011	31 Mar 2012	31 Mar 2011
Revenue	20.672	25.967	127.971	115.353
Profit before tax	6.512	383	17.288	813

The Group recorded revenue of RM20.672million for the 3 months ended 31 March 2012 (“4Qtr”) compared to revenue of RM25.967million in the preceding year corresponding period (“4Qtr”). There is a decrease of RM5.295million (20%) due to reduce in local demand. The Group’s profit for the 3 months ended 31 March 2012 was RM6.512million against RM0.383million in the preceding year corresponding period.

The Group recorded revenue of RM127.971million for the 12 months ended 31 March 2012 compared to revenue of RM115.353million in the preceding year corresponding period. This increase of RM12.618million (11%) was contributed through higher sales volume by both manufacturing and trading division. Correspondingly, the Group’s profit before tax for the 12 months ended 31 March 2011 was RM17.288million against RM0.813million in the preceding year corresponding period.

The Group recorded a loss from operations for the current quarter mainly due to impairment of assets and provision for liabilities.

The higher profit before tax for the current quarter and year to date was mainly due to debt waiver from the creditor banks.

EXPLANATORY NOTES: (AS PER BURSA SECURITIES LISTING REQUIREMENT – PART A OF APPENDIX 9B)

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

	3 months ended	
	31 Mar 2012	31 Dec 2011
Profit before tax	6.512	342

The current quarter recorded a profit before tax of RM6.512million as compared to 0.342million to the immediate preceding quarter mainly due to debt waiver from the creditor banks

B3 Prospects of the current financial year

The Board of Directors is of opinion with successful completion of PRE the Group is in better position to focus in its current business prospects.

B4 Variance of actual profit from forecast profit

This is not applicable to the Group.

B5 Taxation

Taxation comprises :-

	Current Year Quarter 31/03/2012 RM'000	Cumulative Quarters	
		Current Year To Date 31/03/2012 RM'000	Preceding Year Corresponding Period 31/03/2011 RM'000
Current tax expense			
Current year	293	32	(1,455)
Over provision of Income tax expense in prior year	-	-	-
	293	32	(1,455)
Over provision of Deferred tax in prior year	-	-	-
	293	32	(1,455)

EXPLANATORY NOTES: (AS PER BURSA SECURITIES LISTING REQUIREMENT – PART A OF APPENDIX 9B)

B6 Status of corporate proposals

Public Investment Bank (“PIVB”) on behalf of the Company made several announcements to Bursa Malaysia Securities Berhad (“Bursa”) that:

- i) High Court of Malaya at Kuala Lumpur granted an order confirming the Proposed Capital Reduction and Consolidation on 27 February 2012;
- ii) On 08 March 2012 Entitlements of Notice of Book Closure for Capital Reduction and Consolidation done;
- iii) On 14 March 2012, Notice of Book Closure was made;
- iv) The sealed copy of the Court Order granted by the High Court of Malaya at Kuala Lumpur confirming the capital reduction was lodged with the Companies Commission of Malaysia on 22 March 2012;
- v) On 23 March 2012, pursuant to the Proposed Capital Reduction and Consolidation, the new issued and paid-up share capital of SMPC of RM6,464,496 comprising 6,464,496 ordinary shares of RM1.00 each were listed and quoted on the Main Market of Bursa;
- vi) Trust Deed and Deed Poll were executed on 28 March 2012;
- vii) Important relevant dates and Notice of Book Closure for Renounceable Rights Issue of ICULS and Rights Shares were announced on 30 March 2012;
- viii) Notice of Rights Entitlement for Renounceable Rights Issue of ICULS and Rights Shares were announced on 04 April 2012;
- ix) On 13 April 2012, Abridged Prospectus, Notice of Provisional Allotment, Rights Subscription Form and Provisional Allotment Letter have been duly registered with the Securities Commission Malaysia on 12 April 2012;
- x) On 7 May 2012, the minimum subscription level for the Rights Issue of Shares with Warrants and the Rights Issue of ICULS with Warrants has been achieved;
- xi) On 16 May 2012, PRE of SMPC was successful completed.

B7 Group borrowings and debt securities

There were no bank borrowings (other than as detailed below) and debt securities as at the end of the reporting period.

	Short Term RM '000	Long Term RM '000
Secured		
Bank overdraft	503	-
Bankers' acceptances	1,006	-
Term loan	1,691	54,542**
Revolving credit	-	-
Hire Purchase Loan	-	101
	<u>3,200</u>	<u>54,643</u>

** - Included in the term loan is the issuance of the settlement shares to the creditor banks amounting to RM29.047million which had been issued on 16 May 2012. During the quarter there was a waiver of borrowings amounting to RM50.432million.

B8 Material litigation

There is no material litigation pending as at the date of this announcement.

B9 Dividend

The Board of Directors of the Company has not recommended any dividend in the financial year to date.

B10 Earnings per share**(i) Basic earnings per ordinary share**

The earnings per share is calculated by dividing the net profit attributable to shareholders of RM17,250,867 by the number of ordinary shares in issue during the current quarter of 6,464,496.

(ii) Diluted earnings per ordinary share

The diluted earnings per share is not presented as the assumed conversion of potential ordinary share are anti-dilutive.



B11 Realised and unrealised profits/losses disclosure

The retained profits as at 31 March 2012 and 31 December 2011 is analysed as follows:-

	Current Year 31 March 2012 RM'000	Immediate Preceding Quarter-to-date 31 December 2011 RM'000
Total accumulated profit/ (losses) of the Company and its subsidiaries:		
- Realised	14,579	(61,224)
- Unrealised	-	-
Total Group accumulated profit/ (losses) as per Consolidated financial statements	<u>14,579</u>	<u>(61,224)</u>