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### Quarterly report on consolidated results for the second financial quarter ended 30th September 2012

## <u>Condensed Consolidated Income Statements for the second quarter ended 30th September 2012</u> (The figures have not been audited)

	3 months	3 months ended		6 months ended	
	30th Sept 2012 RM'000	30th Sept 2011 RM'000	30th Sept 2012 RM'000	30th Sept 2011 RM'000	
Revenue	34,084	36,962	69,074	73,542	
Operating Expenses	(34,856)	(34,773)	(69,064)	(69,461)	
Other operating income	441	19	622	99	
(Loss)/ profit from operations	(331)	2,208	632	4,180	
Finance costs	(622)	(2,064)	(1,214)	(3,850)	
(Loss)/ profit before tax	(953)	144	(582)	330	
Income tax expense	0	(56)	(157)	(56)	
(Loss)/ profit for the period	(953)	88	(739)	274	
(Loss)/ profit for the period	(953)	88	(739)	274	
Attributable to:					
Equity holders of the parent	(1,005)	50	(862)	236	
Minority interest	52	38	123	38	
	(953)	88	(739)	274	
Basic - sen	(2.07)	0.08	(1.78)	0.37	

The condensed consolidated income statements should be read in conjuction with the audited financial statements for the year ended 31st March 2012 and the accompanying explanatory notes attached to the interim financial statements.

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### Quarterly report on consolidated results for the second financial quarter ended 30th September 2012

### Condensed Consolidated Balance Sheet as at 30th September 2012

(The figures have not been audited)

	As at 30th Sept 2012 RM RM'000	As at 31st Mar 2012 RM RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	89,667	89,080
Other investments	4,509	2,118
	94,176	91,198
Current assets		
Inventories	13,548	12,647
Trade receivables	27,272	20,741
Other receivables	10,755	7,035
Tax recoverable	706	383
Other investments	48	48
Cash and bank balances	16,854	4,380
	69,183	45.234
TOTAL ASSETS	163,359	136,432
	· · · · · · · · · · · · · · · · · · ·	
EQUITY AND LIABILITIES Equity attributable to equity holders of the parent		
Share capital	48,439	6,464
Share premium	21,317	23,752
Other reserves	5,251	5,251
ICULS- Equity reserve	23,092	5,251
Warrants reserve	81	_
Retained earnings	13,717	14,578
retained earnings	111,897	50,045
Minority interests	875	752
Total equity	112,772	50,797
Non-current liabilities		
Retirement benefit obligations	1,496	1,510
Borrowings Deferred tax liabilities	11,368	12,717
Deferred tax habilities	3,827	3,827
	16,691	18,054
Current liabilites		
Borrowings	14,395	33,882
Trade payables	15,860	12,061
Other payables	3,641	21,367
Provision for taxation	_	271_
	33,896	67,581
Total liabilities	50,587	85,635
TOTAL EQUITY AND LIABILITIES	163,359	136,432
Net asset per share attributable to ordinary equity holders		
of the parent (RM)	2.31	7.74
or me parem (terr)	4.91	1.14

The condensed consolidated balance sheet should be read in conjuction with the audited financial statements for the year ended 31st March 2012 and the accompanying explanatory notes attached to the interim financial statements.



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#### Quarterly report on consolidated results for the second financial quarter ended 30th September 2012

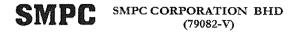
## <u>Condensed Consolidated Cash Flow Statements for the second quarter ended 30th September 2012</u> (The figures have not been audited)

6 months ended As at As at 30th September 2012 30th September 2011 RM'000 RM'000 CASH FLOW FROM OPERATING ACTIVITIES (Loss)/ profit before taxation (582)274 Adjustments for: Depreciation 2,188 2,284 Increase in share capital 41.975 Share premium expenses (2,435)Other Investment (2,391)Fixed Deposit Issuance of ICULS 23.093 Issuance of Warrants 81 Retirement Benefit paid (15)Interest expense 1,202 3,850 Operating profit before working capital changes 63,116 6,408 Increase in inventories (901)(2,957)Increase in receivables (10,342)(3,998)Decrease in payables (14,410)(4,819)Cash generated from/ (used in) operations 37,463 (5,366)Income tax paid (176)(139)Interest paid (1,202)(1,248)Net cash from/ (used in) operating activities 36,085 (6,753)**CASH FLOWS FROM INVESTING ACTIVITIES** Purchase of property, plant and equipment (3,196)(838)Proceeds from sale of fixed assets 422 602 Net cash from/ (used in) investing activities (2,774)(236)CASH FLOWS FROM FINANCING ACTIVITIES (Repayment)/ Proceeds of short term borrowings (16,609)1,577 Repayment of long term borrowings (1,361)(76)Repayment of HP borrowings (25)(57)(17,995)1,444 NET INCREASE IN CASH AND CASH EQUIVALENTS (5,545) 15,316 CASH AND CASH EQUIVALENTS AT BEGINNING 1,311 (508)CASH AND CASH EQUIVALENTS AT END 16,627 (6,053) Represented by: 16,854 Cash and bank balances 3,632 Bank overdrafts (227)(9,685)

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 March 2012 and the accompanying explanatory notes attached to the interim financial statements.

16,627

(6,053)



Condensed Consolidated Statements of Changes in Equity for the second quarter ended 30th September 2012

Attributable to Equity Holders of the Parent Minority Total Interest Equity --Non-Distributable --Share Share Revaluation Other Accumulated capital premium reserve reserve losses Total RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 RM'000 6 months ended 30th September 2011 As at 1 April 2011 64,645 23,752 6,009 (329)(61,489)32,588 904 33,492 Movements during the period (cumulative) Net profit for the period 237 237 38 275 At 30th September 2011 64,645 23,752 6,009 (329)32,825 (61,252) 942 33,767 6 months ended 30th September 2012 As at 1 April 2012 6,464 23.752 5,251 (758)14,578 49,287 752 50,039 Movements during the period 41,975 (2,435)23,931 63,471 63,471 (cumulative) Net (loss)/ profit for the period (862) 123 (862)(739) 5,251 At 30th September 2012 48,439 21,317 23,173 13,716 111,896 875 112,771

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2012 and the accompanying explanatory notes attached to the interim financial statements.

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#### **EXPLANATORY NOTES: (AS PER FRS 134)**

#### Al 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 31<sup>st</sup> March 2012.

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 31<sup>st</sup> March 2012.

#### 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 profit/ (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 31<sup>st</sup> March, 2012.



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(79082-V)

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#### **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 31<sup>st</sup> March 2012 was not subject to any audit qualification.

#### A4 Segmental reporting

Segmental analysis for the current financial year to-date

	Revenue (RM)	Profit From Operations (RM)
Manufacturing	45,710,438	2,903,028
Trading	22,631,095	(1,204,389)
Others	732,504	(1,066,552)
		~~========
	69,074,037	632,087

#### 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 cyclicality 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.

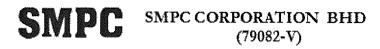
### A9 Valuation of property, plant and equipment

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 2012.

#### A10 Issuances and repayments of debts and equity securities

There were no changes in the equity structure of the company during this period.

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



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

#### All Changes in the composition of the Group

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

#### A12 Subsequent material events

To the best knowledge of the Directors, there is no transaction or event of a material or unusual nature occurring between 30<sup>th</sup> September, 2012 and the date of this announcement.

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

#### 3 months ended

30 Sept 2012 30 Sept 2011

Revenue	34,084	36,962
(Loss)/ profit before tax	(953)	144

The Group recorded revenue of RM34.084million for the 3 months ended 30 September 2012 ("2Qtr") compared to revenue of RM36.962million in the preceding year corresponding period ("2Qtr"). There is a decrease of RM2.878million (8.44%) due to decrease in the quantity and selling price in trading division.

The Group recorded a loss before tax of RM0.953million for the 2<sup>nd</sup> quarter ended 30 September 2012 compare to profit of RM0.144million for the preceding year corresponding quarter is mainly due to inventory written off in trading division.



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## 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

#### 3months ended

30 September 2012

30 June 2012

(Loss)/ profit before tax

(953)

371

The current quarter recorded a loss before tax of RM0.953million as compared to a profit of 0.371million to the immediate preceding quarter mainly due to inventory written off in trading division.

#### B3 Prospects of the current financial year

The Board of Directors is of the opinion that the Company will focus on improving efficiency and productivity, hence the Company is expected to report satisfactory results for the financial year.

### B4 Variance of actual profit from forecast profit

This is not applicable to the Group.

#### **B5** Taxation

Taxation comprises:-

	Cumulative Quarters		tive Quarters
	Current	Current	Preceding Year
	Year	Year	Corresponding
	Quarter	To Date	Period
	30/09/2012	30/09/2012	30/09/2011
	RM'000	RM'000	RM'000
Current tax expense			
Current year	-	-	56
Over provision of Income tax			
expense in prior year	-	-	-
			56
Over provision of Deferred tax	-	-	30
in prior year	-	-	-
	-	-	56
	to the comment		



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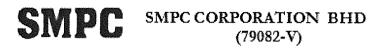
## EXPLANATORY NOTES: (AS PER BURSA SECURITIES LISTING REQUIREMENT – PART A OF APPENDIX 9B)

#### **B6** Other Investment

	Unquoted Shares	Shares quoted in Malaysia	Unit Trusts quoted Malaysia	in Total
	RM	RM	RM	RM
Non-current Available for sale				
financial assets Impairment loss	2,999,838 (939,148)	2,448,501	-	5,448,339 (939,148)
	2,060,690	2,448,501		4,509,191
Current Available for sale				
financial assets	***	46,160	8,076	54,236
Fair value adjustments	-	(14,960)	8,568	(6,392)
	-	31,200	16,644	47,844
Total	2,060,690	2,479,701	16,644	4,557,035
Representing items:				
At cost	2,060,690	-	-	2,060,690
At fair value	-	2,479,701	16,644	2,496,345
	2,060,690	2,479,701	16,644	4,557,035
At market value	-	2,432,006	16,644	2,448,650

## B7 Status of corporate proposals

There were no other corporate proposals at the date of issue of the quarterly report.



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#### B8 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	227	_
Bankers' acceptances	430	-
Term loan	13,738	11,293
Revolving credit	-	· •
Hire Purchase Loan	-	75
	14,395	11,368

#### **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 loss attributable to shareholders of RM861,630 by the number of ordinary shares in issue during the current quarter of 48,439,059.

(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.

## 11 Realised and unrealised profits/losses disclosure

The retained profits as at 30 September 2012 and 30 June 2012 is analysed as follows:-

	Current Year	Immediate Preceding Quarter-to-date
	30 September 2012 RM'000	30 June 2012 RM'000
Total accumulated profit/ (loss) of the Company and its subsidiaries:		
<ul><li>Realised</li><li>Unrealised</li></ul>	13,717	14,721
	13,717	14,721
Less: Consolidation adjustments	-	-
Total Group accumulated profit as per Consolidated financial statements	13,717	14,721