

The Board wishes to announce the following unaudited results of the Group for the second financial quarter ended 28 February 2013.

Unaudited Condensed Consolidated Statement of Financial Position As At 28 February 2013

<i>Note</i>	As At 28/02/2013 RM'000	As At 31/08/2012 RM'000	As At 01/09/2011 RM'000 (MFRS transition date)
ASSETS			
Non-current assets			
Property, plant and equipment	44,639	42,555	36,497
Investment properties	12,586	12,751	7,176
Other investments	14	14	34
Intangible assets	289	289	289
Long term trade receivable	1,135	1,135	2,361
Deferred tax assets	530	515	737
	<u>59,193</u>	<u>57,259</u>	<u>47,094</u>
Currents assets			
Inventories	18,305	20,624	14,602
Trade receivables	29,952	31,890	31,803
Other receivables, deposit and prepayment	8,889	6,409	8,454
Tax recoverable	739	818	397
Derivatives	-	16	80
Cash and bank balances	9,929	11,876	10,068
	<u>67,814</u>	<u>71,633</u>	<u>65,404</u>
TOTAL ASSETS	<u>127,007</u>	<u>128,892</u>	<u>112,498</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital	45,101	45,101	45,101
Share premium	12,310	12,310	12,310
Other capital reserve	5,120	5,120	5,120
Foreign currency translation reserve	1,635	325	241
Legal reserve	32	32	32
ESOS reserve	107	114	128
Accumulated loss	(10,009)	(10,028)	(13,140)
	<u>54,296</u>	<u>52,974</u>	<u>49,792</u>
Non-controlling interest	<u>3,851</u>	<u>3,665</u>	<u>10,237</u>
Total equity	<u>58,147</u>	<u>56,639</u>	<u>60,029</u>
Non-current liabilities			
Retirement Benefit Obligations	1,632	1,497	3,243
Borrowings	12,067	12,775	6,665
Deferred tax liabilities	105	93	97
	<u>13,804</u>	<u>14,365</u>	<u>10,005</u>
Current liabilities			
Retirement Benefit Obligations	1,005	1,005	-
Borrowings	30,001	27,347	18,137
Trade payables	16,022	18,410	15,798
Other payables	7,618	11,056	7,904
Current tax payable	410	58	625
Derivatives	-	12	-
	<u>55,056</u>	<u>57,888</u>	<u>42,464</u>
Total liabilities	<u>68,860</u>	<u>72,253</u>	<u>52,469</u>
TOTAL EQUITY AND LIABILITIES	<u>127,007</u>	<u>128,892</u>	<u>112,498</u>
Net assets per share (RM)	<u>1.20</u>	<u>1.17</u>	<u>1.10</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 August 2012.)

D'NONCE TECHNOLOGY BHD.
(503292-K)

Unaudited Condensed Consolidated Income Statement For The Quarter Ended 28 February 2013

	CURRENT QUARTER		CUMULATIVE QUARTER	
	3 months ended		6 months ended	
	28/02/2013	29/02/2012	28/02/2013	29/02/2012
<i>Note</i>	RM'000	RM'000	RM'000	RM'000
Revenue	42,450	35,536	90,444	76,314
Operating expenses	(40,861)	(38,966)	(86,982)	(79,245)
Other income including investment income	285	171	730	98
Profit/(Loss) from operations	1,874	(3,259)	4,192	(2,833)
Depreciation	(1,233)	(871)	(2,550)	(1,994)
Fair value changes in derivatives	-	(68)	(5)	(27)
Foreign exchange gain/(loss)	(171)	204	(39)	(92)
Gain/(loss) on disposal of quoted or unquoted investment or properties	-	-	-	-
Gain/(loss) on disposal of property, plant and equipment	9	-	(9)	253
Impairment of assets	-	-	-	-
Interest expense	(579)	(451)	(1,146)	(840)
Interest income	86	79	160	161
Property, plant and equipment written off	-	(136)	(7)	(6,413)
Provision for and written off of inventories	60	(595)	-	(1,200)
Provision for and written off of receivables	-	-	-	-
Staff compensation	-	(778)	-	(778)
Profit/(Loss) before taxation	46	(5,875)	596	(13,763)
Taxation	19	(215)	(416)	(293)
Profit/(Loss) for the period		(169)	180	(14,056)
Profit/(Loss) attributable to :				
Owner of the parent		(306)	(6)	(10,730)
Non-controlling interest		137	186	(3,326)
		(169)	180	(14,056)
Loss per share (sen) :-	26			
(a) Basic		(0.68)	(0.01)	(23.79)
(b) Fully Diluted		(0.68)	(0.01)	(23.79)

(The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 August 2012.)

D'NONCE TECHNOLOGY BHD.
(503292-K)

Unaudited Condensed Consolidated Statement of Comprehensive Income For The Quarter Ended 28 February 2013

	CURRENT QUARTER		CUMULATIVE QUARTER	
	3 months ended		6 months ended	
	28/02/2013	29/02/2012	28/02/2013	29/02/2012
	RM'000	RM'000	RM'000	RM'000
(Loss)/Profit for the period	(169)	(5,904)	180	(14,056)
Foreign currency transaction differences for foreign operations	1,537	(411)	1,310	(6)
Total comprehensive income for the period	<u>1,368</u>	<u>(6,315)</u>	<u>1,490</u>	<u>(14,062)</u>
Total comprehensive income attributable to:				
Owner of the parent	1,231	(5,028)	1,304	(10,736)
Non-controlling interest	137	(1,287)	186	(3,326)
	<u>1,368</u>	<u>(6,315)</u>	<u>1,490</u>	<u>(14,062)</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 August 2012.)

Unaudited Condensed Consolidated Statements of Changes in Equity For The Quarter Ended 28 February 2013

	Attributable to owners of the parent							Total RM'000	Non-controlling Interest RM'000	Total Equity RM'000
	Non-distributable		Foreign Currency Translation			Legal Reserve RM'000	ESOS Reserve RM'000			
	Share Capital RM'000	Share Premium RM'000	Other Capital Reserve RM'000	Reserve RM'000						
At 1 September 2012	45,101	12,310	5,120	325	32	114	(10,028)	52,974	3,665	56,639
Effect arising from modification of the term of the ESOS	-	-	-	-	-	(7)	7	-	-	-
Changes in present value of retirement benefit obligations	-	-	-	-	-	-	18	18	-	18
Total comprehensive income for the period	-	-	-	1,310	-	-	(6)	1,304	186	1,490
At 28 February 2013	45,101	12,310	5,120	1,635	32	107	(10,009)	54,296	3,851	58,147
At 1 September 2011	45,101	12,310	5,120	241	32	128	(13,140)	49,792	10,237	60,029
Currency translation differences, representing net gain not recognised in income statement	-	-	-	-	-	-	-	-	1	1
Total comprehensive income for the period	-	-	-	(6)	-	-	(10,730)	(10,736)	(3,326)	(14,062)
At 29 February 2012	45,101	12,310	5,120	235	32	128	(23,870)	39,056	6,912	45,968

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 August 2012.)

Unaudited Condensed Consolidated Statement of Cash Flows For The Period Ended 28 February 2013

	6 months ended	
	28/02/2013	29/02/2012
	RM'000	RM'000
Cash Flows From Operating Activities		
Profit/(Loss) before taxation	596	(13,763)
Adjustments for non-cash flows:-		
Depreciation	2,550	1,994
Loss/(Gain) on disposal of property, plant and equipment	9	(253)
Interest expense	1,146	840
Interest income	(160)	(161)
Inventories written off	-	1,200
Net fair value changes in derivatives	5	27
Property, plant and equipment written off	7	6,413
Non-operating items	279	494
Operating Profit before working capital changes	<u>4,432</u>	<u>(3,209)</u>
(Increase)/Decrease in receivables	(531)	5,425
Decrease/(Increase) in inventories	2,330	(2,590)
(Decrease)/Increase in payables	(5,995)	2,868
Cash generated from operations	236	2,494
Tax refund/(paid)	12	(946)
Interest paid	(1,146)	(840)
Net cash (used in)/generated from operating activities	<u>(898)</u>	<u>708</u>
Cash Flows From Investing Activities		
Interest income	160	161
Purchases of property, plant and equipment	(2,324)	(10,420)
Proceed from disposal of property, plant and equipment	71	338
Net cash used in investing activities	<u>(2,093)</u>	<u>(9,921)</u>
Cash Flows From Financing Activities		
Drawdown of short term borrowings	2,466	2,094
Repayment of hire purchase and lease financing	(633)	(711)
(Repayment)/Drawdown of term loans	(1,323)	6,543
Net cash generated from financing activities	<u>510</u>	<u>7,926</u>
Net decrease in cash and cash equivalents	(2,481)	(1,287)
Effect of exchange rate changes	310	3
Cash and cash equivalents at beginning of the period	<u>3,253</u>	<u>3,915</u>
Cash and cash equivalents at end of the period	<u>1,082</u>	<u>2,631</u>
Cash and cash equivalents comprise:		
Deposit with licensed banks	5,453	4,298
Cash and bank balances	4,475	6,226
Bank overdraft - secured	(8,846)	(7,893)
	<u>1,082</u>	<u>2,631</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 August 2012.)