

ACOUSTECH BERHAD (496665-W)

Third quarter interim report for the financial period ended 31 December 2008

(The figures have not been audited)

CONDENSED CONSOLIDATED INCOME STATEMENTS

| | Individual quarter | | Cumulative quarter | |
|---|----------------------|--------------------------------------|----------------------|-------------------------------------|
| | Current year quarter | Preceding year corresponding quarter | Current year to date | Preceding year corresponding period |
| | 31/12/08 RM'000 | 31/12/07 RM'000 | 31/12/08 RM'000 | 31/12/07 RM'000 |
| Revenue | 56,800 | 78,998 | 243,340 | 269,275 |
| Operating expenses | (61,717) | (76,006) | (242,522) | (253,335) |
| Other operating income | 3,255 | 1,448 | 9,841 | 3,113 |
| (Loss)/profit from operations | (1,662) | 4,440 | 10,659 | 19,053 |
| Finance costs | (32) | (103) | (139) | (269) |
| Share of results of an associate | 349 | 471 | 1,543 | 1,727 |
| Share of results of a jointly controlled entity | 84 | (9) | 271 | 134 |
| (Loss)/profit before tax | (1,261) | 4,799 | 12,334 | 20,645 |
| Tax expense | 417 | (1,022) | (2,646) | (4,335) |
| (Loss)/profit for the period | (844) | 3,777 | 9,688 | 16,310 |
| Attributable to: | | | | |
| Equity holders of the parent | (508) | 3,549 | 9,368 | 15,332 |
| Minority interests | (336) | 228 | 320 | 978 |
| | (844) | 3,777 | 9,688 | 16,310 |
| Earnings per share attributable to equity holders of the parent: | | | | |
| Basic (sen) | (0.29) | 2.01 | 5.40 | 8.68 |
| Diluted (sen) | (0.29) | 2.00 | 5.38 | 8.65 |

(The notes set out on pages 5 to 12 form an integral part of and should be read in conjunction with this interim financial report)

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CONDENSED CONSOLIDATED BALANCE SHEETS

| | 31/12/08 RM'000 | 31/03/08 RM'000 |
|---|-----------------------|-----------------------|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 37,963 | 38,923 |
| Prepaid lease payments | 9,097 | 9,200 |
| Investment in a jointly controlled entity | 2,183 | 1,911 |
| Investment in an associate | 5,617 | 5,574 |
| Other investment | 3,756 | 3,756 |
| | <u>58,616</u> | <u>59,364</u> |
| Current assets | | |
| Inventories | 27,063 | 32,396 |
| Trade receivables | 58,318 | 68,023 |
| Other receivables, deposits and prepayments | 2,837 | 1,193 |
| Amount owing by a jointly controlled entity | 21 | 1,306 |
| Amount owing by an associate | - | 1,380 |
| Tax recoverable | 2,749 | 1,531 |
| Fixed deposit with licensed banks | 17,271 | 30,450 |
| Cash and bank balances | 13,160 | 11,576 |
| | <u>121,419</u> | <u>147,855</u> |
| TOTAL ASSETS | <u>180,035</u> | <u>207,219</u> |
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the Company | | |
| Share capital | 88,592 | 88,504 |
| Reserves | 56,000 | 57,135 |
| | <u>144,592</u> | <u>145,639</u> |
| Minority interests | 6,172 | 5,852 |
| TOTAL EQUITY | <u>150,764</u> | <u>151,491</u> |
| Non-current liabilities | | |
| Deferred taxation | 3,239 | 3,027 |
| Current Liabilities | | |
| Trade payables | 19,378 | 40,208 |
| Other payables and accruals | 6,223 | 5,074 |
| Amount owing to an associate | 114 | - |
| Borrowings | - | 664 |
| Dividend payable | - | 6,574 |
| Tax liabilities | 317 | 181 |
| | <u>26,032</u> | <u>52,701</u> |
| TOTAL LIABILITIES | <u>29,271</u> | <u>55,728</u> |
| TOTAL EQUITY AND LIABILITIES | <u>180,035</u> | <u>207,219</u> |
| Net assets per share attributable to ordinary shareholders of the parent (RM) | 0.82 | 0.82 |

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CONDENSED CONSOLIDATED CASH FLOW STATEMENT

| | 31/12/08 RM'000 | 31/12/07 RM'000 |
|--|--------------------|--------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 12,334 | 20,645 |
| Adjustments for non cash items | 1,246 | 2,303 |
| Operating profit before working capital changes | 13,580 | 22,948 |
| Net changes in working capital | (3,730) | (20,410) |
| Cash generated from operations | 9,850 | 2,538 |
| Interest paid | (99) | (224) |
| Tax paid (net of tax refunded) | (3,518) | (3,892) |
| Net cash from/(used in) operating activities | 6,233 | (1,578) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Interest income | 364 | 542 |
| Dividend received from quoted investment | 250 | 75 |
| Dividend received from an associate | 1,500 | 2,400 |
| Dividend received from a jointly controlled entity | - | 332 |
| Property, plant and equipment | (2,317) | (2,913) |
| Net cash (used in)/ from investing activities | (203) | 436 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Bank borrowings | (664) | 525 |
| Proceed from issuance of new ordinary shares | 110 | 317 |
| Purchase of treasury shares | (2,712) | (912) |
| Dividend paid to the shareholders of the Company | (14,386) | (9,323) |
| Net cash used in financing activities | (17,652) | (9,393) |
| Net decrease in cash and cash equivalents | (11,622) | (10,535) |
| Cash and cash equivalents at beginning of financial period | 42,053 | 46,752 |
| Cash and cash equivalents at end of financial period | 30,431 | 36,217 |

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

| | ← Non-distributable → | | Attributable to equity holders of the parent | | Total equity RM'000 |
|---------------------------------|-------------------------|-------------------------|--|---------------------------|------------------------|
| | Share capital RM'000 | Share premium RM'000 | Retained profits RM'000 | Treasury shares RM'000 | |
| At 1 April 2008 | 88,504 | 7,245 | 51,631 | (1,741) | 145,639 |
| Dividend paid during the period | - | - | (7,812) | - | (7,812) |
| Profit for the financial period | - | - | 9,368 | - | 9,368 |
| Issuance of new ordinary shares | 88 | 21 | - | - | 109 |
| Shares buy back | - | - | - | (2,712) | (2,712) |
| At 31 December 2008 | 88,592 | 7,266 | 53,187 | (4,453) | 144,592 |
| At 1 April 2007 | 88,192 | 7,170 | 52,402 | - | 147,764 |
| Dividend paid during the period | - | - | (9,323) | - | (9,323) |
| Profit for the financial period | - | - | 15,332 | - | 15,332 |
| Issuance of new ordinary shares | 256 | 61 | - | - | 317 |
| Shares buy back | - | - | - | (912) | (912) |
| At 31 December 2007 | 88,448 | 7,231 | 58,411 | (912) | 153,178 |
| | | | | | 6,172 |
| | | | | | 150,764 |

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