

Interim Report
SMIS Corporation Berhad
 (Company No. 491857-V)
 (Incorporated in Malaysia)
 and its subsidiaries

Condensed Consolidated Statement of Financial Position as at 31 December 2010
 (unaudited)

	As at 31 December 2010	As at 31 December 2009 (restated)
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	22,121	22,871
Investment properties	1,308	1,349
Other investments	11,869	11,744
Goodwill on consolidation	710	710
Deferred tax assets	1,051	737
Total non current assets	<u>37,059</u>	<u>37,411</u>
Current assets		
Inventories	12,157	13,408
Trade and other receivables	25,753	18,849
Current tax assets	561	236
Cash and cash equivalents	20,609	15,533
Total current assets	<u>59,080</u>	<u>48,026</u>
TOTAL ASSETS	<u>96,139</u>	<u>85,437</u>
Equity		
Share capital	44,800	44,800
Reserves	30,383	23,936
Less: 2,546,100 treasury shares, at cost	(1,136)	(1,023)
Total equity attributable to the shareholders of the Company	<u>74,047</u>	<u>67,713</u>
Minority interest	2,618	259
Total equity	<u>76,665</u>	<u>67,972</u>
Non-current liabilities		
Deferred tax liabilities	1,206	787
Total non current liabilities	<u>1,206</u>	<u>787</u>
Current liabilities		
Trade and other payables	18,150	16,406
Liabilities classified as held for sales	-	-
Current tax liabilities	118	272
Total current liabilities	<u>18,268</u>	<u>16,678</u>
Total equity and liabilities	<u>96,139</u>	<u>85,437</u>
Net assets per share (RM)	1.65	1.51

The Condensed Consolidated Statement of Financial Position (formerly known as Balance Sheet) should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

Interim Report
SMIS Corporation Berhad
(Company No. 491857-V)
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Condensed Consolidated Statement of Comprehensive Income for the 12 months period ended 31st December 2010
(unaudited)

	Note	3 months period ended 31 December		12 months period ended 31 December	
		2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
		Current quarter ended 31 December	Comparative quarter ended 31 December	12 months cumulative to date	12 months cumulative to date
Revenue		24,367	19,525	97,487	67,803
Cost of sales		(19,715)	(15,432)	(76,278)	(54,039)
Gross profit		4,652	4,093	21,209	13,764
Operating expenses		(3,419)	(3,101)	(12,260)	(10,228)
Other operating income		595	921	1,105	1,752
Operating profit		1,828	1,913	10,054	5,288
Financing costs		5	27	(71)	(37)
Interest income		(267)	-	40	59
Profit before taxation		1,566	1,940	10,023	5,310
Tax expense	B5	(273)	(195)	(1,385)	(593)
Profit after taxation		1,293	1,745	8,637	4,717
Other comprehensive income, net of tax					
Fair value reserve		99	-	99	-
Other comprehensive income for the period, net of tax		99	-	99	-
Total comprehensive income for the period		1,392	1,745	8,736	4,717
Profit attributable to:					
Owners of the Company		944	1,633	6,278	4,605
Minority interest		349	112	2,359	112
Profit for the period		1,293	1,745	8,637	4,717
Total comprehensive income attributable to:					
Owners of the Company		1,043	1,633	6,377	4,605
Minority interests		349	112	2,359	112
Total comprehensive income for the period		1,392	1,745	8,736	4,717
Basic earnings per ordinary share (sen)	B13	2.23	3.84	14.82	10.82
Diluted earnings per ordinary share (sen)		N/A	N/A	N/A	N/A

N/A - Not applicable

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Condensed Consolidated Statement of Changes in Equity for the 12 months period ended 31 December 2010
(unaudited)

Note	← Attributable to shareholders of the Company →							Total RM'000
	Share capital RM'000	Non- distributable Share premium RM'000	Distributable Retained profits RM'000	Foreign currency translation reserve RM'000	Fair value reserve RM'000	Treasury share RM'000	Minority interest RM'000	
At 1 January 2010 (as previously stated)	44,800	4,891	19,045	-	-	(1,023)	259	67,972
Effect of adopting FRS 139	-	-	-	-	70	-	-	70
At 1 January 2010 (restated)	44,800	4,891	19,045	-	70	(1,023)	259	68,042
Total comprehensive income for the period	-	-	6,278	-	99	-	2,359	8,736
Purchase of treasury share at cost	-	-	-	-	-	(113)	-	(113)
At 31 December 2010	44,800	4,891	25,323	-	169	(1,136)	2,618	76,665
At 1 January 2009	44,800	4,891	15,138	(42)	-	(967)	-	63,820
Total comprehensive income for the period	-	-	4,605	42	-	-	112	4,759
Increase in investment in existing subsidiary	-	-	-	-	-	-	147	147
Purchase of treasury share at cost	-	-	-	-	-	(56)	-	(56)
Realisation of reserve on disposal of assets classified as held for sale	-	-	(698)	-	-	-	-	(698)
At 31 December 2009	44,800	4,891	19,045	-	-	(1,023)	259	67,972

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.

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Condensed Consolidated Cash Flow Statement for the 12 months period ended 31 December 2010
(unaudited)

	For the 12 months period ended 31 December 2010 RM'000	For the 12 months period ended 31 December 2009 RM'000
Cash flows from operating activities		
Profit before taxation	10,023	4,612
Adjustment for non-cash items:		
- Non-cash items and non-operating items	3,761	2,416
Operating profit before changes in working capital	13,784	7,028
Changes in working capital:		
- Inventories	1,251	1,907
- Trade and other receivables	(6,903)	1,643
- Trade and other payables	1,421	57
Cash generated from operations	9,553	10,635
- Income taxes paid	(1,770)	(1,168)
- Interest paid	(62)	-
- Interest received	-	(8)
Net cash generated from operating activities	7,721	9,459
Cash flows from investing activities		
Purchase of property, plant and equipment	(i) (2,686)	(870)
Proceeds from disposal of property, plant and equipment	114	26
Proceeds from disposal of discontinued operation	-	379
Interest received	40	65
Net cash (used in) / generated from investing activities	(2,532)	(400)
Cash flows from financing activities		
Purchase of treasury shares	(113)	(56)
Net cash used in financing activities	(113)	(56)
Net increase in cash and cash equivalents	5,076	9,003
Cash and cash equivalents at 1 January	15,533	6,530
Cash and cash equivalents at 30 June	@ 20,609	15,533

@ Cash and cash equivalents comprise the following balance sheet amounts:

Cash and bank balances	20,707	15,533
Bank overdrafts	(98)	-
	20,609	15,533

(i) For the 12 months period ended 31 December 2010, the Group acquired property, plant and equipment amounting to RM 3,009,648 of which RM 323,361 was accrued for. There was payment for assets capitalised in year ended 31 December 2009 amounting to RM 129,035.

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2009 and the accompanying explanatory notes attached to the interim financial statements.