

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

Condensed Consolidated Statement of Financial Position as at 30 September 2011
(unaudited)

	As at 30 September 2011	As at 31 December 2010
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	23,358	22,124
Investment properties	846	1,308
Other investments	4,977	11,869
Goodwill on consolidation	5,349	710
Deferred tax assets	1,051	1,776
Total non current assets	<u>35,581</u>	<u>37,787</u>
Current assets		
Inventories	12,385	12,157
Trade and other receivables	35,070	25,585
Current tax assets	722	561
Cash and cash equivalents	16,698	20,609
Total current assets	<u>64,875</u>	<u>58,912</u>
TOTAL ASSETS	<u>100,456</u>	<u>96,699</u>
Equity		
Share capital	44,800	44,800
Reserves	31,988	30,218
Less: 2,566,100 treasury shares, at cost	(1,149)	(1,136)
Total equity attributable to the shareholders of the Company	<u>75,639</u>	<u>73,882</u>
Minority interest	5,038	2,618
Total equity	<u>80,677</u>	<u>76,500</u>
Non-current liabilities		
Deferred tax liabilities	1,206	1,931
Total non current liabilities	<u>1,206</u>	<u>1,931</u>
Current liabilities		
Trade and other payables	17,874	18,150
Current tax liabilities	699	118
Total current liabilities	<u>18,573</u>	<u>18,268</u>
Total equity and liabilities	<u>100,456</u>	<u>96,699</u>
Net assets per share (RM)	1.69	1.65

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 2010 and the accompanying explanatory notes attached to the interim financial statements.

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

Condensed Consolidated Statement of Comprehensive Income for the 9 months period ended 30th September 2011
(unaudited)

	Note	3 months period ended 30 Sept		9 months period ended 30 Sept	
		2011 RM'000	2010 RM'000	2011 RM'000	2010 RM'000
		Current quarter ended 30 Sept	Comparative quarter ended 30 Sept	Current quarter ended 30 Sept	Comparative quarter ended 30 Sept
Revenue		32,079	23,774	81,591	73,120
Cost of sales		(25,428)	(19,218)	(64,948)	(56,563)
Gross profit		6,651	4,556	16,643	16,557
Operating expenses		(5,577)	(2,513)	(13,085)	(8,841)
Other operating income		508	51	749	510
Operating profit		1,582	2,094	4,307	8,226
Financing costs		(61)	(25)	(101)	(76)
Interest income		(22)	234	101	307
Profit before taxation		1,499	2,303	4,307	8,457
Tax expense	B5	(661)	(333)	(1,944)	(1,113)
Profit after taxation		838	1,970	2,363	7,344
Other comprehensive income, net of tax					
Fair value reserve		(67)	-	73	-
Other comprehensive income for the period, net of tax		(67)	-	73	-
Total comprehensive income for the period		771	1,970	2,436	7,344
Profit attributable to:					
Owners of the Company		636	1,511	1,736	5,334
Minority interest		202	459	627	2,010
Profit for the period		838	1,970	2,363	7,344
Total comprehensive income attributable to :					
Owners of the Company		569	1,511	1,809	5,334
Minority interests		202	459	627	2,010
Total comprehensive income for the period		771	1,970	2,436	7,344
Basic earnings per ordinary share (sen)	B13	1.51	3.57	4.11	12.59
Diluted earnings per ordinary share (sen)		N/A	N/A	N/A	N/A

N/A - Not applicable

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

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

Condensed Consolidated Statement of Changes in Equity for the 9 months period ended 30th September 2011
(unaudited)

Note	← Attributable to shareholders of the Company →			Foreign currency translation reserve RM'000	Fair value reserve RM'000	Treasury share RM'000	Minority interest RM'000	Total RM'000
	Share capital RM'000	Non-distributable Share premium RM'000	Distributable Retained profits RM'000					
At 1 January 2011	44,800	4,891	25,158	-	169	(1,136)	2,618	76,500
Total comprehensive income for the period	-	-	1,736	-	73	-	627	2,436
Purchase of treasury share at cost	-	-	-	-	-	(13)	-	(13)
Foreign exchange translation differences	-	-	-	(39)	-	-	-	(39)
Acquisition of non-controlling interests of a new subsidiary	-	-	-	-	-	-	1,793	1,793
At 30 September 2011	44,800	4,891	26,894	(39)	242	(1,149)	5,038	80,677
At 1 January 2010	44,800	4,891	19,045	-	-	(1,023)	259	67,972
Total comprehensive income for the period	-	-	5,334	-	-	-	2,010	7,344
Purchase of treasury share at cost	-	-	-	-	-	(112)	-	(112)
At 30 September 2010	44,800	4,891	24,379	-	-	(1,135)	2,269	75,204

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 2010 and the accompanying explanatory notes attached to the interim financial statements.

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

Condensed Consolidated Cash Flow Statement for the 9 months period ended 30 September 2011
(unaudited)

	For the 9 months period ended 30 Sept 2011 RM'000	For the 9 months period ended 30 Sept 2010 RM'000
Cash flows from operating activities		
Profit before taxation	4,307	8,457
Adjustment for non-cash items:		
- Non-cash items and non-operating items	(107)	2,303
Operating profit before changes in working capital	<u>4,200</u>	<u>10,760</u>
Changes in working capital:		
- Inventories	(228)	418
- Trade and other receivables	(9,482)	(3,071)
- Trade and other payables	(1,130)	(336)
Cash (used in) / generated from operations	<u>(6,640)</u>	<u>7,771</u>
- Income taxes paid	(1,524)	(1,128)
- Interest paid	(78)	(34)
Net cash (used in) / generated from operating activities	<u>(8,242)</u>	<u>6,609</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(i) (3,118)	(2,040)
Proceeds from disposal of property, plant and equipment	640	114
Proceeds from other investments	6,760	10,044
Unrealised foreign exchange differences	(39)	-
Interest received	101	307
Net cash used in investing activities	<u>4,344</u>	<u>8,425</u>
Cash flows from financing activities		
Purchase of treasury shares	(13)	(112)
Net cash used in financing activities	<u>(13)</u>	<u>(112)</u>
Net (decrease) / increase in cash and cash equivalents	(3,911)	14,922
Cash and cash equivalents at 1 January	20,609	15,533
Cash and cash equivalents at 30 September	<u>@ 16,698</u>	<u>30,455</u>
@ Cash and cash equivalents comprise the following balance sheet amounts:		
Cash and bank balances	16,698	30,455
Bank overdrafts	-	-
	<u>16,698</u>	<u>30,455</u>

(i) For the 9 months period ended 30 September 2011, the Group acquired property, plant and equipment amounting to RM 3,971,526 of which RM 841,269 was accrued for. There was payment for assets capitalised in year ended 31 December 2010 amounting to RM 320,661.

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.