

**APP INDUSTRIES BERHAD**

(Company No. 504718-U)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE 1st QUARTER ENDED 31 MARCH 2011**

	Note	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
		31.03.2011	31.03.2010	31.03.2011	31.03.2010
		RM'000	RM'000	RM'000	RM'000
Revenue	14	5,313	4,813	5,313	4,813
Cost of sales		(3,686)	(3,228)	(3,686)	(3,228)
Gross profit		1,627	1,585	1,627	1,585
Other operating income		144	173	144	173
Operating expenses		(1,547)	(1,229)	(1,547)	(1,229)
Other operating expenses		(262)	(292)	(262)	(292)
Finance costs		(31)	(42)	(31)	(42)
Profit/(loss) before taxation	15	(69)	195	(69)	195
Taxation	18	17	18	17	18
<b>Profit/(loss) for the period</b>		<b>(52)</b>	<b>213</b>	<b>(52)</b>	<b>213</b>
<b>Other comprehensive income:</b>					
Exchange differences on translating foreign operations		(26)	(75)	(26)	(75)
Other comprehensive income for the period, net of tax		(26)	(75)	(26)	(75)
<b>Total comprehensive income for the year</b>		<b>(78)</b>	<b>138</b>	<b>(78)</b>	<b>138</b>
Profit attributable to:					
Owners of the parent		(52)	213	(52)	213
Minority interest		-	-	-	-
		<b>(52)</b>	<b>213</b>	<b>(52)</b>	<b>213</b>
Total comprehensive income attributable to:					
Owners of the parent		(78)	138	(78)	138
Minority interest		-	-	-	-
		<b>(78)</b>	<b>138</b>	<b>(78)</b>	<b>138</b>
Earnings per share attributable to owners of the parent (Sen):	26	(0.059)	0.242	(0.059)	0.242

(The Condensed Consolidated Statements 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)

**APP INDUSTRIES BERHAD**  
(Company No. 504718-U)  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2011**

	AS AT END OF CURRENT QUARTER 31.03.2011 (Unaudited)	AUDITED AS AT FINANCIAL YEAR ENDED 31.12.2010
Note	RM'000	RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	29,732	31,002
Goodwill on consolidation	2,575	2,575
Prepaid land lease payments	168	170
Deferred tax assets	1,523	1,523
	33,998	35,270
<b>Current assets</b>		
Inventories	6,902	7,458
Trade receivables	3,521	3,992
Other receivables and prepaid expenses	966	890
Derivative Financial Instruments	55	37
Tax recoverable	4	3
Deposits with financial institutions	753	53
Cash and bank balances	4,271	2,046
	16,472	14,479
<b>TOTAL ASSETS</b>	50,470	49,749
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	44,000	44,000
Share Premium	11,661	11,661
Other Reserves	623	649
Accumulated Loss	(16,251)	(16,199)
	40,033	40,111
<b>Minority interest</b>	-	-
<b>Total equity</b>	40,033	40,111
<b>Non-current liabilities</b>		
Borrowings	508	509
Deferred tax liabilities	4,158	4,175
	4,666	4,684
<b>Current liabilities</b>		
Borrowings	2,167	1,552
Trade payables	1,729	1,209
Other payables and accrued expenses	1,875	2,193
	5,771	4,954
<b>Total liabilities</b>	10,437	9,638
<b>TOTAL EQUITY AND LIABILITIES</b>	50,470	49,749

(The Condensed Consolidated Statement of Financial Position 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)

**APP INDUSTRIES BERHAD**

(Company No. 504718-U)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE 1st QUARTER ENDED 31 MARCH 2011**

	← Attributable to Owners of the Parent →					Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserves RM'000	Translation of Foreign Operations RM'000	Accumulated Losses RM'000	
At 1 January 2010	44,000	11,661	589	179	(15,928)	40,501
Total comprehensive Income for the period	-	-	-	(75)	213	138
At 31 March 2010	<u>44,000</u>	<u>11,661</u>	<u>589</u>	<u>104</u>	<u>(15,715)</u>	<u>40,639</u>
At 1 January 2011	44,000	11,661	589	60	(16,199)	40,111
Total comprehensive Income for the period	-	-	-	(26)	(52)	(78)
At 31 March 2011	<u><u>44,000</u></u>	<u><u>11,661</u></u>	<u><u>589</u></u>	<u><u>34</u></u>	<u><u>(16,251)</u></u>	<u><u>40,033</u></u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements)

**APP INDUSTRIES BERHAD**  
**(Company No. 504718-U)**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE 1st QUARTER ENDED 31 MARCH 2010**

	CUMULATIVE PERIOD	
	31.03.2011	31.12.2010
	----- RM'000	----- RM'000
<b>Profit/(loss) before tax</b>	(69)	90
Adjustment for non-cash flow:-		
Non-cash items	478	1,617
Non-operating items	6	41
Operating profit/(loss) before changes in working capital	<u>415</u>	<u>1,748</u>
Changes in working capital		
Net changes in current assets	808	(633)
Net changes in current liabilities	202	(298)
Cash flows generated from/(used in) operating activities	<u>1,425</u>	<u>817</u>
Interest paid	(19)	(157)
Income tax paid	(1)	(6)
Income tax refunded	-	6
Net cash flows generated from/(used in) operating activities	<u>1,405</u>	<u>660</u>
Investing Activities		
- Other investment	922	(198)
- Interest Received	2	8
Net cash flow generated from investing activities	924	(190)
Financing Activities		
- Bank borrowings	269	(1,434)
Net cash flow (used in)/generated from financing activities	269	(1,434)
Net Changes in Cash & Cash Equivalents	2,598	(964)
Cash & Cash Equivalents at beginning of period/year	1,408	2,399
Effects of exchange rate changes	(17)	(27)
Cash & Cash Equivalents at end of period/year	<u>3,989</u>	<u>1,408</u>
Cash and cash equivalents at end of financial period comprise the following:		
Cash and bank balances	5,024	2,099
Less: Bank overdrafts (included within short term borrowings in Note 22)	(1,035)	(691)
	<u>3,989</u>	<u>1,408</u>

**(The Condensed Consolidated Statement of Cash Flow 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)**