

**DOMINANT ENTERPRISE BERHAD**  
**(Company No.221206-D)**

**CONDENSED CONSOLIDATED INCOME STATEMENTS (UNAUDITED)**  
**FOR THE FOURTH QUARTER ENDED 31 MARCH 2011**

	<u>FYE2011</u>	<u>FYE2010</u>	<u>FYE2011</u>	<u>FYE2010</u>
	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>Current Quarter Ended 31.03.2011</b>	<b>Preceding Year Corresponding Quarter Ended 31.03.2010</b>	<b>Current Year To Date Ended 31.03.2011</b>	<b>Preceding Year Ended 31.03.2010</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	82,396	78,175	336,649	309,771
Profit from Operations	5,046	5,264	19,877	20,304
Finance Costs	(545)	(210)	(3,109)	(1,410)
Investment Revenue	82	30	278	182
Profit Before Tax	4,583	5,084	17,046	19,076
Income Tax Expense	(1,046)	(1,250)	(4,094)	(4,789)
Profit After Tax	3,537	3,834	12,952	14,287
Profit attributable to :				
Owners of the Company	3,373	3,789	12,680	14,043
Non-Controlling Interest	164	45	272	244
	3,537	3,834	12,952	14,287
Earning Per Share				
- Basic (sen)	2.72	3.05	10.21	11.32
- Diluted (sen)	2.67	N/A	10.01	N/A

**The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2010 and the accompanying explanatory notes to the interim financial reports.**

**DOMINANT ENTERPRISE BERHAD**  
(Company No.221206-D)

**CONDENSED CONSOLIDATED OF COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE FOURTH QUARTER ENDED 31 MARCH 2011**

	<u>FYE2011</u>	<u>FYE2010</u>	<u>FYE2011</u>	<u>FYE2010</u>
	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>Current Quarter Ended 31.03.2011</b>	<b>Preceding Year Corresponding Quarter Ended 31.03.2010</b>	<b>Current Year To Date Ended 31.03.2011</b>	<b>Preceding Year Ended 31.03.2010</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Profit for the period / year</b>	3,537	3,834	12,952	14,287
<b>Other Comprehensive Income</b>				
Exchange differences on translating foreign operations	128	(490)	530	378
Changes in revaluation surplus due to disposal of property	-	-	(962)	-
Gain on property revaluation	5,110	8,657	5,110	8,657
	5,238	8,167	4,678	9,035
<b>Total Comprehensive Income</b>	<u><u>8,775</u></u>	<u><u>12,001</u></u>	<u><u>17,630</u></u>	<u><u>23,322</u></u>
Total Comprehensive Income attributable to :				
Owners of the Company	8,611	11,956	17,358	23,078
Non-Controlling Interest	164	45	272	244
	<u><u>8,775</u></u>	<u><u>12,001</u></u>	<u><u>17,630</u></u>	<u><u>23,322</u></u>

The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2010 and the accompanying explanatory notes to the interim financial reports.

**DOMINANT ENTERPRISE BERHAD**  
**(Company No.221206-D)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**

	As At 31 March 2011 RM'000	As At 31 December 2010 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	60,656	54,389
Prepaid land lease payments	5,226	5,677
Goodwill	837	837
	<u>66,719</u>	<u>60,903</u>
<b>Current Assets</b>		
Inventories	75,265	77,777
Trade receivables	72,436	74,686
Other receivables and prepaid expenses	1,714	1,266
Cash and bank balances	16,016	13,419
	<u>165,431</u>	<u>167,148</u>
<b>TOTAL ASSETS</b>	<b>232,150</b>	<b>228,051</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity Attributable To Owners Of The Company</b>		
Issued capital	62,324	62,233
Treasury shares	(914)	(914)
Share premium	198	197
Other reserves	20,275	15,037
Retained Earning	53,208	51,066
	<u>135,091</u>	<u>127,619</u>
<b>Non-Controlling Interest</b>	1,677	1,513
<b>Total Equity</b>	<u>136,768</u>	<u>129,132</u>
<b>Non-Current Liabilities</b>		
Hire purchase payables	173	180
Bank borrowings	5,312	5,530
Deferred tax liabilities	2,270	2,267
	<u>7,755</u>	<u>7,977</u>
<b>Current Liabilities</b>		
Trade payables	17,402	21,704
Other payables and accrued expenses	4,634	5,067
Hire purchase payables	198	185
Bank borrowings	64,348	63,270
Tax liabilities	1,045	716
	<u>87,627</u>	<u>90,942</u>
<b>Total Liabilities</b>	<u>95,382</u>	<u>98,919</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>232,150</b>	<b>228,051</b>
Net assets per share (RM)	1.08	1.03

**The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2010 and the accompanying explanatory notes to the interim financial reports.**

**DOMINANT ENTERPRISE BERHAD**

(Company No.221206-D)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)**

	<u>Issued</u> <u>Capital</u> RM'000	<u>Treasury</u> <u>Shares</u> RM'000	<u>Share</u> <u>Premium</u> RM'000	<u>Other</u> <u>Reserves</u> RM'000	<u>Retained</u> <u>Earning</u> RM'000	<u>Total</u> RM'000	<u>Non-</u> <u>Controlling</u> <u>Interest</u> RM'000	<u>Total</u> <u>Equity</u> RM'000
<b>Balance as at 1 April 2009</b>	62,002	(914)	195	6,562	35,998	103,843	1,161	105,004
Issuance of shares - pursuant to ESOS	79	-	1	-	-	80	-	80
Total comprehensive income / (loss) for the year	-	-	-	9,035	14,043	23,078	244	23,322
Dividend	-	-	-	-	(4,597)	(4,597)	-	(4,597)
<b>Balance as at 31 March 2010</b>	<u>62,081</u>	<u>(914)</u>	<u>196</u>	<u>15,597</u>	<u>45,444</u>	<u>122,404</u>	<u>1,405</u>	<u>123,809</u>
<b>Balance as at 1 April 2010</b>	62,081	(914)	196	15,597	45,444	122,404	1,405	123,809
Issuance of shares - pursuant to ESOS	243	-	2	-	-	245	-	245
Total comprehensive income	-	-	-	4,678	12,680	17,358	272	17,630
Dividend	-	-	-	-	(4,916)	(4,916)	-	(4,916)
<b>Balance as at 31 March 2011</b>	<u>62,324</u>	<u>(914)</u>	<u>198</u>	<u>20,275</u>	<u>53,208</u>	<u>135,091</u>	<u>1,677</u>	<u>136,768</u>

**The Condensed Consolidated Statements of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2010 and the accompanying explanatory notes to the interim financial reports.**

**DOMINANT ENTERPRISE BERHAD**  
**(Company No.221206-D)**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (UNAUDITED)**

	<b>Financial Year Ended 31.03.2011</b>	<b>Financial Year Ended 31.03.2010</b>
	<b>RM'000</b>	<b>RM'000</b>
Profit for the year	12,952	14,287
<b>Adjustments for : -</b>		
Non-cash items	3,307	3,319
Non-operating items	2,255	1,199
Taxation	4,094	4,789
<i>Operating profit before changes in working capital</i>	<u>22,608</u>	<u>23,594</u>
<b>Changes in working capital</b>		
Net change in current assets	(21,302)	(27,226)
Net change in current liabilities	(2,686)	9,491
<i>Cash generated from / (used in) operations</i>	<u>(1,380)</u>	<u>5,859</u>
Interest paid	(196)	(254)
Income tax paid	(5,192)	(4,396)
<b>Net cash from / (used in) operating activities</b>	<u>(6,768)</u>	<u>1,209</u>
<b>Net cash from / (used in) investing activities</b>	<u>(427)</u>	<u>(4,898)</u>
<b>Net cash from / (used in) financing activities</b>	<u>6,760</u>	<u>10,644</u>
<b>Net Changes in Cash &amp; Cash Equivalents</b>	<u>(435)</u>	<u>6,955</u>
Adjustment for foreign exchange differentials	(127)	33
Cash & Cash Equivalents at beginning of year	13,881	6,893
Cash & Cash Equivalents at end of year	<u><u>13,319</u></u>	<u><u>13,881</u></u>
* Cash and cash equivalents at end of financial year comprise the following :		
Cash and bank balances	16,016	14,860
Less: Bank overdrafts (included within short term borrowings in Note B8)	(2,697)	(979)
	<u><u>13,319</u></u>	<u><u>13,881</u></u>

**The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2010 and the accompanying explanatory notes to the interim financial reports.**

## UNAUDITED QUARTERLY REPORT ON FINANCIAL RESULTS FOR THE YEAR ENDED 31 MARCH 2011

### Notes to the Interim Financial Report

#### A1. Accounting Policies

The interim financial reports are unaudited and have been prepared in accordance with FRS 134, Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad's Main Market Listing Requirements. The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2010.

#### A2. Change in Accounting Policies

The significant accounting policies adopted are consistent with those in the audited financial statements for the financial year ended 31 March 2010, except for the adoption of the following new Financial Reporting Standards ("FRSs"), Amendments to FRSs and Interpretations by the Group with effect from 1 January 2010.

FRS 7	Financial Instruments: Disclosures
FRS 101	Presentation of Financial Statements (Revised 2009)
FRS 123	Borrowing Costs (Revised)
FRS 139	Financial Instruments: Recognition and Measurement
Amendments to FRS 7	Financial Instruments: Disclosures
Amendments to FRS 107	Statement of Cash Flows
Amendments to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendments to FRS 110	Events after the Reporting Period
Amendments to FRS 116	Property, Plant and Equipment
Amendments to FRS 117	Leases
Amendments to FRS 118	Revenue
Amendments to FRS 119	Employee Benefits
Amendments to FRS 123	Borrowing Costs
Amendments to FRS 127	Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 134	Interim Financial Reporting
Amendments to FRS 136	Impairment of Assets
Amendments to FRS 139	Financial Instruments: Recognition and Measurement
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment

Other than the adoption of FRS 101 and FRS 139, the adoption of the above FRSs, Amendments to FRSs and IC Interpretation did not result in any significant changes in the accounting policies and the presentation of the financial results of the Group.

#### (a) FRS 101: Presentation of Financial Statements

This Standard introduces the titles "statement of financial position" and "statement of cash flows" to replace the current titles "balance sheet" and "cash flow statement" respectively. A new statement known as the "statement of comprehensive income" is also introduced in this Standard whereby all non-owner changes in equity are required to be presented in either one statement of comprehensive income or in two statements (i.e. a separate income statement and a statement of comprehensive income).

There is no impact on the Group's financial statements as this change in accounting policy affects only the presentation of the financial statements.

**(b) FRS 139: Financial Instruments: Recognition and Measurement**

FRS 139 establishes principles for recognising and measuring financial assets, financial liabilities and commercial contracts to buy and sell non-financial items. In accordance with the transitional provisions, the Group has adopted FRS 139 prospectively on 1 April 2010 and the comparatives as at 31 March 2010 are not restated.

The adoption of FRS 139 did not result in any significant of the financial results of the Group.

**A3. Audit Qualification on Annual Financial Statements**

The audit report of the Group's annual Financial Statements for the financial year ended 31 March 2010 was not subject to any qualification.

**A4. Seasonal or Cyclical Factors**

The Group's business operations are not significantly affected by any seasonal or cyclical factors.

**A5. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial year.

**A6. Material Changes in Accounting Estimates**

Not applicable.

**A7. Debts and Equity Securities**

In the 4<sup>th</sup> Quarter ended 31 March 2011, 181,600 new ordinary shares were issued and allotted pursuant to the exercise of ESOS, of which, 81,600 share are allotted at an option price of RM 0.50, and 100,000 share are allotted at an option price of RM 0.51. A total of 485,400 new ordinary shares were issued and allotted during this financial year ended 31 March 2011.

**A8. Dividend Paid**

The third interim dividend of 1 sen per share, single tier, in respect of financial year ended 31 March 2011, total amounting to RM 1,231,226 was paid by the company on 28 March 2011.

**A9. Segmental Reporting**

	Manufacturing of wood products <u>RM'000</u>	Distributing of wood products <u>RM'000</u>	Others <u>RM'000</u>	Elimination <u>RM'000</u>	Consolidated <u>RM'000</u>
External sales	74,515	262,134	-	-	336,649
Inter-segment sales	14,030	19,386	864	(34,280)	-
	<u>88,545</u>	<u>281,520</u>	<u>864</u>	<u>(34,280)</u>	<u>336,649</u>
Segment results	<u>8,523</u>	<u>12,715</u>	<u>(514)</u>	<u>-</u>	<u>20,724</u>
Investment income					278
Unallocated corporate expenses					(847)
Finance costs					<u>(3,109)</u>
Profit before tax					17,046
Income tax expense					<u>(4,094)</u>
Profit for the year					<u>12,952</u>
<b><u>Assets</u></b>					
Segment assets	50,468	147,465	27,837	-	225,771
Unallocated corporate assets					<u>6,380</u>
Consolidated total assets					<u>232,150</u>
<b><u>Liabilities</u></b>					
Segment liabilities	8,122	13,497	222	-	21,841
Unallocated corporate liabilities					<u>73,541</u>
Consolidated total liabilities					<u>95,382</u>

**A10. Valuations of Property, Plant and Equipment**

The freehold land and buildings were revalued during the year based on open market valuations carried out by an independent firm of professional valuers to reflect the market value. The total revaluation surplus recognised in current quarter was amounting to RM 5.11 million.

**A11. Subsequent Material Events**

There are no subsequent material events that are required to be reflected in the current quarter.

**A12. Changes in the Composition of the Group**

There were no changes in composition of the Group for current quarter under review.

**A13. Contingent Liabilities**

As of 31 March 2011, the Group has credit facilities from licensed banks, financial institutions and suppliers totalling RM 246.04 million (RM 246.76 million in Dec 2010) which are guaranteed by the Company. Accordingly, the Company is contingently liable to the extent of credit facilities utilised by its subsidiary companies as of year-end amounting to about RM 73.58 million (RM 72.22 million in Dec 2010).



**Additional Information Required by the Bursa Malaysia Listing Requirements**

**B1. Review of the Performance**

For the financial period ended 31 March 2011, the Group recorded a revenue of RM 82.40 million. This represented an increase of 5.40% as compared to RM 78.18 million in the preceding year corresponding quarter ended 31 March 2010. However, the profit before tax ("PBT") has decreased by 10.02% from RM 5.09 million to RM 4.58 million. The declined in the Group's PBT was mainly due to new set-up costs and higher operating costs.

**B2. Variation of Results Against Preceding Quarter**

For current quarter under review, the Group's revenue decreased by 3.66% as compare to RM 85.53 million in the preceding quarter ended 31 December 2010. However, the PBT has increased by 62.41% from RM 2.82 million to RM 4.58 million. The increase in profit was mainly attributed to the favourable raw material prices.

**B3. Prospects**

In view of the additional production capacity which had been set-up in the current quarter, coupled with the continuous market demand, the Group anticipates that the results for the next year would be more encouraging. The board will remain focus on its current business and will continuously take necessary steps to maintain the profitability of the group.

**B4. Taxation**

The taxation is calculated based on the profit for the financial year ended 31 March 2011 comprises the following:

	<u>Current Quarter</u> <u>RM'000</u>	<u>Year To Date</u> <u>RM'000</u>
<u>Income tax Expenses :</u>		
Current Quarter/Year	1,046	4,111
Under/(over) provision in Prior Quarter/Year	-	(17)
	<u>1,046</u>	<u>4,094</u>

The effective tax rate of the Group is lower than the statutory tax rate due to utilisation of tax allowances.

**B5. Unquoted Investments and/or Properties**

There were no disposals of unquoted investment and/or properties for the quarter under review.

**B6. Quoted Securities**

There were no purchases or disposals of quoted securities for the quarter under review.

**B7. Status of Corporate Proposals**

There was no corporate proposal for the quarter under review.

**B8. Borrowings**

The Group's borrowings as at the end of the reporting period are 100% unsecured :-

	<u>As At</u> <u>31 March 2011</u> <u>RM'000</u>	<u>As At</u> <u>31 December 2010</u> <u>RM'000</u>
Short Term Borrowing	64,546	63,455
Long Term Borrowing	5,485	5,710
	<u>70,031</u>	<u>69,165</u>

**B9. Off Balance Sheet Financial Instruments**

Off balance sheet financial instruments as at 31 March 2011 were made-up of Bank Guarantee and Letter of Credit, details of which are shown as follows :-

- I) Bank Guarantee
  - a) The face amount involved is RM 10.4 million, and
  - b) It was issued to the Suppliers, Immigration Department, Royal Custom and Tenaga Nasional.
- II) Letter of Credit
  - a) The face amount involved is RM 11.4 million, and
  - b) It is for the purchase of raw materials and trading products.

The nature and term for both of the above including :

- a) There is no credit and market risk as it is for the purchase of goods, foreign workers application, license application and electricity utilization,
- b) Cash requirement upon presentation of documents, and
- c) Recognition of asset and liabilities upon its settlement.

**B10. Material Litigation**

Not applicable.

**B11. Derivatives Financial Instruments**

As at 31 March 2011, the Group's outstanding derivatives are as follows :-

<u>Type of Derivatives</u>	<u>Contract Value</u> <u>RM'000</u>	<u>Fair Value</u> <u>RM'000</u>
Foreign Currency Forward Contracts		
- Less than 1 year	3,089	3,080

The Group's financial risk management policy seeks to ensure that adequate financial resources are available for the development of the Group's businesses whilst managing its interest rate risk, credit risk, liquidity risk and foreign currency risk.

**B12. Proposed Dividend**

The Board proposed a final dividend of 1 sen per share, single tier, for the financial year ended 31 March 2011. This dividend is subject to the approval by the shareholders at the forthcoming Annual General Meeting and has not been included as a liability in the financial statements. The dates of entitlement and payment will be determined at later stage.

**B13. Earnings Per Share (“EPS”)**

The EPS is derived as follow :-

	<b>Current Quarter</b>	<b>Current Year To Date</b>
Net profit for the period/year (RM'000)	3,373	12,680
Weighted average number of ordinary shares ('000)	124,256	124,213
Adjusted weighted average number of ordinary shares for calculating diluted EPS ('000)	126,838	126,701
EPS (sen)	2.72	10.21
Diluted EPS (sen)	2.67	10.01

**B14. Realised and Unrealised Profit/Losses Disclosure**

	<b>Current Financial Year</b>
Retained Earning	
- Realised	53,990
- Unrealised	(2,868)
	51,122
Less : Consolidation Adjustment	2,086
Total Group Retained Earning as per Consolidated Accounts	53,208