

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter	Preceding Year Corresponding Quarter	Current Year to Date	Preceding Year Corresponding Period
	31 December 2012	31 December 2011	31 December 2012	31 December 2011
	RM'000	RM'000	RM'000	RM'000
Revenue	19,552	22,307	89,603	89,242
Other income	554	1,417	1,144	1,468
Changes in inventories of finished goods and work-in-progress	574	(51)	(1,651)	1,601
Raw materials used	(10,537)	(11,622)	(41,684)	(45,626)
Employee benefits	(3,857)	(3,931)	(18,168)	(16,591)
Depreciation of property, plant and equipment	(1,431)	(1,324)	(5,471)	(5,638)
Other operating expenses	(5,604)	(6,430)	(20,277)	(22,105)
Finance costs	(103)	(141)	(476)	(585)
(Loss)/Profit Before Tax	(852)	225	3,020	1,766
Tax expense	(37)	(217)	(1,289)	(1,036)
(Loss)/Profit After Tax	(889)	8	1,731	730
Other Comprehensive (Expense)/Income				
Exchange differences on translating foreign operations	(108)	(33)	(264)	323
Total Comprehensive (Expense)/Income for the period	(997)	(25)	1,467	1,053
(Loss)/Profit After Tax Attributable to:				
Owners of the Company	(848)	17	1,781	764
Minority Interests	(41)	(9)	(50)	(34)
	(889)	8	1,731	730
Total Comprehensive (Expense)/Income Attributable to:				
Owners of the Company	(959)	(16)	1,516	1,087
Minority Interest	(38)	(9)	(49)	(34)
	(997)	(25)	1,467	1,053
Earnings per Share (Sen)				
Basic (Note B14)	(1.10)	0.02	2.32	0.99
Diluted (Note B14)	(1.10)	0.02	2.32	0.99

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and accompanying explanatory notes attached to the interim financial statements.

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AT 31 DECEMBER 2012**

	<u>Unaudited</u> as at 31 December 2012 RM'000	<u>Audited</u> as at 31 December 2011 RM'000	<u>Audited</u> as at 1 January 2011 RM'000
ASSETS			
Non-Current Asset			
Property, plant and equipment	33,213	32,900	34,391
Current Assets			
Inventories	7,771	9,539	8,646
Trade receivables	7,348	8,877	10,392
Other receivables, deposits and prepayments	1,811	1,682	1,696
Tax recoverable	320	-	714
Fixed deposits	4,795	2,016	1,875
Cash and bank balances	8,940	10,554	6,430
	<u>30,985</u>	<u>32,668</u>	<u>29,753</u>
Total Assets	<u>64,198</u>	<u>65,568</u>	<u>64,144</u>
EQUITY AND LIABILITIES			
Equity			
Share capital	40,000	40,000	40,000
Share premium	5,593	5,593	5,593
Treasury shares	(1,843)	(1,843)	(1,843)
Accumulated losses	(2,577)	(4,358)	(5,122)
Foreign exchange translation reserves	(133)	132	(191)
Total Equity Attributable to Owners of the Company	<u>41,040</u>	<u>39,524</u>	<u>38,437</u>
Minority interest	13	(18)	16
Total Equity	<u>41,053</u>	<u>39,506</u>	<u>38,453</u>
Non-Current Liabilities			
Bank borrowings	1,621	1,608	2,019
Deferred taxation	1,817	1,864	1,887
	<u>3,438</u>	<u>3,472</u>	<u>3,906</u>
Current Liabilities			
Trade payables	7,664	11,765	11,635
Other payables and accruals	4,180	2,990	2,562
Amount owing to a director	-	-	-
Bank borrowings	7,620	7,177	7,588
Bank overdraft	243	404	-
Provision for taxation	-	254	-
	<u>19,707</u>	<u>22,590</u>	<u>21,785</u>
Total Liabilities	<u>23,145</u>	<u>26,062</u>	<u>25,691</u>
Total Equity and Liabilities	<u>64,198</u>	<u>65,568</u>	<u>64,144</u>
Net Assets per Ordinary Share Attributable to Owners of the Company (RM)	<u>0.53</u>	<u>0.51</u>	<u>0.50</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and accompanying explanatory notes attached to the interim financial statements.

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**UNAUDITED CONDENSED CONSOLIDATED CASH FLOWS STATEMENT
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012**

	Current Year to Date 31 December 2012 RM'000	Preceding Year Corresponding Period 31 December 2011 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	3,020	1,766
Adjustment for:-		
Non-cash items	5,596	5,824
Non-operating items	196	367
Operating profit before working capital changes	<u>8,812</u>	<u>7,957</u>
Net changes in current assets	2,576	578
Net changes in current liabilities	<u>(3,443)</u>	<u>540</u>
CASH FROM OPERATIONS	7,945	9,075
Interest paid	(435)	(530)
Tax refund	-	-
Tax paid	<u>(1,911)</u>	<u>(91)</u>
NET CASH FROM OPERATING ACTIVITIES	<u>5,599</u>	<u>8,454</u>
NET CASH FOR INVESTING ACTIVITIES		
Acquisition of subsidiaries, net of cash and cash equivalents acquired	(275)	-
Interest received	81	163
Proceed from disposal of property, plant and equipment	356	7
Purchase of property, plant and equipment	<u>(5,335)</u>	<u>(3,586)</u>
NET CASH USED IN INVESTING ACTIVITIES	<u>(5,173)</u>	<u>(3,416)</u>
CASH FLOWS FOR FINANCING ACTIVITIES		
Net drawdown of other short-term bank borrowings	318	779
Drawdown of hire purchase	1,642	1,000
Drawdown of term loan	495	-
Repayment of hire purchase	(1,720)	(2,799)
Repayment of term loan	<u>(279)</u>	<u>(264)</u>
NET CASH USED IN FINANCING ACTIVITIES	<u>456</u>	<u>(1,284)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	882	3,754
EFFECT OF CHANGES IN EXCHANGE RATES	444	107
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>12,166</u>	<u>8,305</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>13,492</u></u>	<u><u>12,166</u></u>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and accompanying explanatory notes attached to the interim financial statements.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2012 – CONTINUED**

* Cash and cash equivalents included in the cash flow statements comprise of the following:

	RM'000	RM'000
Fixed deposits**	4,795	2,016
Cash and bank balances	8,940	10,554
Bank overdraft	(243)	(404)
	<u>13,492</u>	<u>12,166</u>

** included in the fixed deposits are RM1,784,105 (2011: RM1,215,676) which have been pledged to licensed banks for banking facilities made available to the Group.

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and accompanying explanatory notes attached to the interim financial statements.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2012

	<----- Non-Distributable ----->				Distributable	Total	Minority Interest	Total Equity
	Share Capital	Share Premium	Treasury Shares	Foreign Exchange Translation Reserves	Accumulated Losses	Attributable to Owners of the Company		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2012	40,000	5,593	(1,843)	132	(4,358)	39,524	(18)	39,506
Profit for the year	-	-	-	-	1,781	1,781	(50)	1,731
Other comprehensive income	-	-	-	(265)	-	(265)	1	(264)
Acquisition of subsidiaries	-	-	-	-	-	-	80	80
As at 31 December 2012	40,000	5,593	(1,843)	(133)	(2,577)	41,040	13	41,053
As at 1 January 2011	40,000	5,593	(1,843)	(191)	(5,122)	38,437	16	38,453
Loss for the year	-	-	-	-	764	764	(34)	730
Other comprehensive income	-	-	-	323	-	323	-	323
As at 31 December 2011	40,000	5,593	(1,843)	132	(4,358)	39,524	(18)	39,506

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and accompanying explanatory notes attached to the interim financial statements.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

A. EXPLANATORY NOTES IN ACCORDANCE WITH MFRS 134

A1. Basis of Preparation

Statement of compliance

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2011. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2011.

Significant accounting policies

- (a) The significant accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the preparation of the financial statements of the Group for the financial year ended 31 December 2011.

First-time Adoption of Malaysian Financial Reporting Standards (MFRS)

These are the Group's first set of financial statements prepared in accordance with MFRSs, which are also in line with International Financial Reporting Standards as issued by the International Accounting Standards Board.

In the previous financial year, the financial statements of the Group were prepared in accordance with Financial Reporting Standards ("FRSs").

There were no material financial impacts on the transition from FRSs.

- (b) The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-

MFRSs and IC Interpretations (Including The Consequential Amendments)	Effective Date
MFRS 9 Financial Instruments	1 January 2015
MFRS 10 Consolidated Financial Statements	1 January 2013
MFRS 11 Joint Arrangements	1 January 2013
MFRS 12 Disclosure of Interests in Other Entities	1 January 2013
MFRS 13 Fair Value Measurements	1 January 2013
MFRS 119 Employee Benefits	1 January 2013
MFRS 127 Separate Financial Statements	1 January 2013
MFRS 128 Investments in Associates and Joint Ventures	1 January 2013
Amendments to MFRS 1: Government Loans	1 January 2013
Amendments to MFRS 7: Disclosures – Offsetting Financial Assets and Financial Liabilities	1 January 2013

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

A. EXPLANATORY NOTES IN ACCORDANCE WITH MFRS 134**A1. Basis of Preparation – continued**

MFRSs and IC Interpretations (Including The Consequential Amendments)	Effective Date
Amendments to MFRS 9: Mandatory Effective Date of MFRS 9 and Transition Disclosures	1 January 2015
Amendments to MFRS 10, MFRS 11 and MFRS 12: Transition Guidance	1 January 2013
Amendments to MFRS 101: Presentation of Items of Other Comprehensive Income	1 July 2012
Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities	1 January 2014
IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine	1 January 2013
Annual Improvements to MFRSs 2009 – 2011 Cycle	1 January 2013

A2. Seasonality or Cyclicity Factors

The Group's interim operations were not significantly affected by any seasonal or cyclical factors.

A3. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

During the quarter, there were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

A4. Change in Estimates

There were no changes in estimates of amounts reported in prior interim period that have a material effect on the results for the quarter.

A5. Issuance, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

During the quarter, there were no issuance and repayment of debts and equity securities, share buy-backs, shares cancellation, shares held as treasury shares and resale of treasury shares for the quarter under review.

A6. Dividend Paid

There was no dividend paid during the quarter under review.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

A7. Segmental Reporting**(a) By Business Segment**

Business segmental information has been presented as follows.

(b) By Geographical Segment**Current Quarter**

	Malaysia RM'000	Vietnam RM'000	Singapore RM'000	Elimination RM'000	Consolidated RM'000
As at 31 December 2012					
Revenue					
- Sales to external customer	15,348	4,160	44	-	19,552
- Inter-segment sales	1,574	-	-	(1,574)	-
Total revenue	16,922	4,160	44	(1,574)	19,552
Segment results	482	21	(57)	(1,195)	(749)
Finance costs					(103)
Loss before tax					(852)

Preceding Quarter

	Malaysia RM'000	Vietnam RM'000	Singapore RM'000	Elimination RM'000	Consolidated RM'000
As at 30 September 2012					
Revenue					
- Sales to external customer	19,194	4,284	65	-	23,543
- Inter-segment sales	1,511	-	-	(1,511)	-
Total revenue	20,705	4,284	65	(1,511)	23,543
Segment results	965	343	(34)	161	1,435
Finance costs					(117)
Profit before tax					1,318

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**A7. Segmental Reporting – continued****(b) By Geographical Segment – continued****Preceding Year Corresponding Quarter**

	Malaysia RM'000	Vietnam RM'000	Singapore RM'000	Elimination RM'000	Consolidated RM'000
As at 31 December 2011					
Revenue					
- Sales to external customer	18,267	4,040	-	-	22,307
- Inter-segment sales	1,978	-	-	(1,978)	-
Total revenue	<u>20,245</u>	<u>4,040</u>	<u>-</u>	<u>(1,978)</u>	<u>22,307</u>
Segment results	<u>431</u>	<u>(131)</u>	<u>-</u>	<u>66</u>	<u>366</u>
Finance costs					(141)
Profit before tax					<u><u>225</u></u>

Cumulative Quarters

	Malaysia RM'000	Vietnam RM'000	Singapore RM'000	Elimination RM'000	Consolidated RM'000
As at 31 December 2012					
Revenue					
- Sales to external customer	73,514	15,961	128	-	89,603
- Inter-segment sales	7,242	-	-	(7,242)	-
Total revenue	<u>80,756</u>	<u>15,961</u>	<u>128</u>	<u>(7,242)</u>	<u>89,603</u>
Segment results	<u>3,231</u>	<u>513</u>	<u>(140)</u>	<u>(108)</u>	<u>3,496</u>
Finance costs					(476)
Profit before tax					<u><u>3,020</u></u>

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**A7. Segmental Reporting – continued****(b) By Geographical Segment – continued****Cumulative Quarters - continued**

	Malaysia RM'000	Vietnam RM'000	Singapore RM'000	Elimination RM'000	Consolidated RM'000
As at 31 December 2011					
Revenue					
- Sales to external customer	77,615	11,627	-	-	89,242
- Inter-segment sales	6,268	-	-	(6,268)	-
Total revenue	83,883	11,627	-	(6,268)	89,242
Segment results	2,926	(512)	-	(63)	2,351
Finance costs					(585)
Profit before tax					(1,766)

(c) By Industry Segment**Current Quarter**

	Injection Moulding RM'000	Cosmetics and Skin Care RM'000	Fibre Produced RM'000	Elimination RM'000	Consolidated RM'000
As at 31 December 2012					
Revenue	18,034	1,518	-	-	19,552
- Sales to external customer					
- Inter-segment sales	1,574	-	-	(1,574)	-
Total revenue	19,608	1,518	-	(1,574)	19,552
Segment results	698	(94)	(158)	(1,195)	(749)
Finance costs					(103)
Profit before tax					(852)

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**A7. Segmental Reporting – continued****(c) By Industry Segment – continued****Preceding Quarter**

	Injection Moulding	Cosmetics and Skin Care	Fibre Produced	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
As at 30 September 2012					
Revenue					
- Sales to external customer	21,951	1,592	-	-	23,543
- Inter-segment sales	1,545	(34)	-	(1,511)	-
Total revenue	<u>23,496</u>	<u>1,558</u>	<u>-</u>	<u>(1,511)</u>	<u>23,543</u>
Segment results	<u>1,261</u>	<u>71</u>	<u>(58)</u>	<u>161</u>	<u>1,435</u>
Finance costs					<u>(117)</u>
Profit before tax					<u><u>1,318</u></u>

Preceding Year Corresponding Quarter

	Injection Moulding	Cosmetics and Skin Care	Fibre Produced	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
As at 31 December 2011					
Revenue					
- Sales to external customer	21,315	992	-	-	22,307
- Inter-segment sales	1,978	-	-	(1,978)	
Total revenue	<u>23,293</u>	<u>992</u>	<u>-</u>	<u>(1,978)</u>	<u>22,307</u>
Segment results	<u>212</u>	<u>88</u>	<u>-</u>	<u>66</u>	<u>366</u>
Finance costs					<u>(141)</u>
Profit before tax					<u><u>225</u></u>

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**A7. Segmental Reporting – continued****(c) By Industry Segment – continued****Cumulative Quarters**

	Injection Moulding	Cosmetics and Skin Care	Fibre Produced	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
As at 31 December 2012					
Revenue					
- Sales to external customer	84,167	5,436	-	-	89,603
- Inter-segment sales	7,272	(30)	-	(7,242)	-
Total revenue	91,439	5,406	-	(7,242)	89,603
Segment results	3,940	(120)	(216)	(108)	3,496
Finance costs					(476)
Profit before tax					3,020

	Injection Moulding	Cosmetics and Skin Care	Fibre Produced	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
As at 31 December 2011					
Revenue					
- Sales to external customer	85,338	3,904	-	-	89,242
- Inter-segment sales	6,268		-	(6,268)	-
Total revenue	91,606	3,904	-	(6,268)	89,242
Segment results	2,563	(149)	-	(63)	2,351
Finance costs					(585)
Profit before tax					1,766

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

A8. Material Events Subsequent to the End of the Quarter Under Review

There was no material event subsequent to the end of the quarter that has not been reflected in the interim financial statements.

A9. Changes in the Composition of the Group**Acquisition of Global Seed Sdn. Bhd.**

On 16 July 2012, the Group has acquired 100% of the equity interests of Global Seed Sdn. Bhd. for a cash consideration of RM10.00.

The fair values of the identifiable assets and liabilities of Global Seed Sdn. Bhd. as at the date of acquisition were:-

	At Date of Acquisition	
	Carrying Amount RM'000	Fair Value Recognised RM'000
Other receivables, deposits, and prepayments	359	359
Other payables, and accruals	(404)	(404)
Net identifiable assets, and liabilities	(45)	(45)
Less: Minority interests		-
Add: Goodwill on acquisition		45
Total purchase consideration		-
Less: Cash, and cash equivalents of subsidiary acquired		-
Net cash outflow for acquisition of subsidiary		-

The acquired subsidiary has contributed the following results to the Group:-

	Current Quarter 31 December 2012 RM'000	Year to Date 31 December 2012 RM'000
Revenue	-	-
Loss after taxation	(158)	(216)

Acquisition of MednSpa (S) Pte. Ltd.

On 29 May 2012, the Group has acquired 70% of the equity interests of MednSpa (S) Pte. Ltd. through Ultraspa (M) Sdn. Bhd. for a cash consideration of SGD140,000.00.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

A9. Changes in the Composition of the Group – continued**Acquisition of MednSpa (S) Pte. Ltd. – continued**

The fair values of the identifiable assets and liabilities of MednSpa (S) Pte. Ltd. as at the date of acquisition were:-

	At Date of Acquisition	
	Carrying Amount RM'000	Fair Value Recognised RM'000
Property, plant, and equipment	309	309
Trade receivables	20	20
Other receivables, deposits, and prepayments	28	28
Inventories	18	18
Cash, and cash equivalents	71	71
Trade payables	(110)	(110)
Other payables, and accruals	(60)	(60)
Net identifiable assets, and liabilities	<u>276</u>	<u>276</u>
Less: Minority interests		(80)
Add: Goodwill on acquisition		150
Total purchase consideration		<u>346</u>
Less: Cash, and cash equivalents of subsidiary acquired		(71)
Net cash outflow for acquisition of subsidiary		<u>275</u>

The acquired subsidiary has contributed the following results to the Group:-

	Current Quarter 31 December 2012 RM'000	Year to Date 31 December 2012 RM'000
Revenue	44	128
Loss after taxation	(57)	(140)

A10. Changes in Contingent Liabilities or Contingent Assets

There were no changes in the contingent liabilities or contingent assets of the Group during the quarter.

A11. Comparative Figures

Certain comparative figures have been reclassified to conform to current period's presentation. The reclassification does not have material impact to the financial results of the Group.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

B. ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LISTING REQUIREMENTS

B1. Review of Group's Results for the Quarter Ended 31 December 2012

For the current quarter under review, the Group recorded revenue of RM19.6 million and loss before tax of RM852,000, compared to revenue of RM22.3 million and profit before tax of RM225,000 for the corresponding quarter in the previous financial year.

The loss by the Group was mainly due to the loss of RM328,000 reported by the Malaysian plastic subsidiary as a result of lower order, in addition to the start-up expenditure incurred by a new subsidiary, Global Seed Sdn. Bhd. amounted to RM158,000 for its fibre produced business.

The loss in cosmetic and skin care segment is due to higher operational costs incurred, and management has taken steps to tighten its cost controls.

B2. Variation of Results Against Preceding Quarter

The Group reported a loss before tax of RM852,000 compared to the preceding quarter's profit before tax of RM 1.3 million.

Revenue is lower on the back of low value product line from existing customers and the lower profit in the plastic sector was partly due to lesser number of jobs invoiced in the last quarter.

Also included in the loss before tax of RM852,000 in current quarter is goodwill written off of RM150,000 in respect of acquisition of a subsidiary MednSpa (S) Pte. Ltd..

B3. Prospects of the Group

The group has taken steps to improve its productivity and coupled with tighter cost controls have met the challenges in the past year. The uncertainties of the global economy have made it more important for the group to continue with its prudent management approach. With the continuous monitoring of cost and productivity the group is cautiously optimistic and expects to perform better in the future barring any exceptional local and global economic uncertainties.

B4. Profit Forecast

The Group did not publish any profit forecast during the quarter.

B5. Explanation Note on Profit Forecast

Not Applicable.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

B6. Tax Expense

Tax expense comprises the following:-

	Individual quarter ended		Cumulative quarter ended	
	31 December 2012 RM'000	31 December 2011 RM'000	31 December 2012 RM'000	31 December 2011 RM'000
In respect of the current period:-				
Income tax	(95)	(186)	(1,331)	(1,003)
Deferred tax	80	123	80	122
	<u>(15)</u>	<u>(63)</u>	<u>(1,251)</u>	<u>(881)</u>
In respect of the prior year:				
Income tax	11	(54)	(5)	(55)
Deferred tax	(33)	(100)	(33)	(100)
Tax expense	<u>(37)</u>	<u>(217)</u>	<u>(1,289)</u>	<u>(1,036)</u>

B7. Sale of Unquoted Investments, or Properties

There was no disposal of unquoted investments, or properties during the quarter.

B8. Purchase or Disposal of Quoted and Marketable Securities

There was no purchase or disposal of quoted and marketable securities during the quarter.

B9. Corporate Proposals

There were no corporate proposals during the quarter.

B10. Borrowings

The Group's borrowings, all are repayable in Ringgit Malaysia and secured, as of the end of the quarter are as follows:-

	31 December 2012 RM'000	31 December 2011 RM'000
Short Term Borrowings		
Bankers' Acceptance	5,820	5,501
Term Loan	550	280
Hire Purchase Payable	1,250	1,396
	<u>7,620</u>	<u>7,177</u>
Long Term Borrowings		
Term Loan	294	349
Hire Purchase Payable	1,327	1,259
	<u>1,621</u>	<u>1,608</u>
	<u>9,241</u>	<u>8,785</u>

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

B11. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at the date of this report.

B12. Material Litigation

The directors do not have any knowledge of any proceedings pending or threatened against the Group as the date of this report.

B13. Dividends

There was no dividends declared or proposed by the company for the quarter ended 31 December 2012.

B14. Earnings per Share (EPS)

Basic earnings per share

	Individual quarter ended		Cumulative quarter ended	
	31 December	31 December	31 December	31 December
	2012	2011	2012	2011
Profit / (Loss) attributable to ordinary shareholders (RM'000)	(848)	17	1,781	764
Weighted average number of shares in issue (RM'000)#	76,908	76,908	76,908	76,908
Basic EPS (Sen)	<u>(1.10)</u>	<u>0.02</u>	<u>2.32</u>	<u>0.99</u>

Note:

Upon deducting 3,092,000 treasury shares held by the company as at end of the quarter under review.

Diluted EPS

Diluted EPS is equal to the basic EPS as there were no potential ordinary shares outstanding in both the previous and current financial years.

B15. Audit Report

The auditors' report of the company for the financial year ended 31 December 2011 was not subject to any qualification.

GE-SHEN CORPORATION BERHADCompany No. 633814-X
(Incorporated in Malaysia)**B16. Notes to the Statement of Comprehensive Income**

	Individual quarter ended		Cumulative quarter ended	
	31 December 2012 RM'000	31 December 2011 RM'000	31 December 2012 RM'000	31 December 2011 RM'000
(Loss)/Profit before taxation is arrived at after crediting:-				
Interest income	24	126	81	163
Gain on disposal of property, plant and equipment	-	-	158	6
Gain on foreign exchange				
- Realised	9	952	25	954
- Unrealised	291	259	405	259
and charging:-				
Interest expense	105	127	435	530
Depreciation of property, plant and equipment	1,431	1,324	5,471	5,638
Allowance for impairment losses on receivables	-	-	-	-
Allowance for impairment losses on inventories	-	230	319	230
Bad debts written off	-	-	6	-
Goodwill written off	-	-	195	-
Plant and equipment written off	7	-	7	38
Loss on disposal of property, plant and equipment	-	-	-	-
Loss on foreign exchange				
- Realised	304	498	681	1,039
- Unrealised	-	38	-	38

Save as disclosed in the above, there were no gain/(loss) on disposal of quoted/unquoted investments, exceptional items, and other items required to be disclosed under the additional disclosure requirement for public listed companies that are listed on Main or Ace Markets of the Bursa Malaysia Securities Berhad for the current quarter and year ended 31 December 2012.

GE-SHEN CORPORATION BERHAD

Company No. 633814-X
(Incorporated in Malaysia)

B17. Realised/Unrealised Losses

	31 December 2012 RM'000	31 December 2011 RM'000
Total realised losses of Ge-Shen Corporation Berhad and its subsidiaries	(1,165)	(2,715)
Total unrealised losses of Ge-Shen Corporation Berhad and its subsidiaries		
- in respect of deferred tax recognised in the income statement	(1,817)	(1,864)
- in respect of unrealised gain on foreign exchange	405	259
- other unrealised losses	-	(38)
Total Realised/Unrealised Losses	<u>(2,577)</u>	<u>(4,358)</u>