



Continuous Innovation & Quality

Hovid Bhd (Company no: 58476 A)

Condensed Consolidated Income Statement (unaudited)

For the Third Quarter Ended 31 March 2012

	3 months ended		Year-to-date ended	
	31.3.2012 RM'000	31.3.2011 RM'000	31.3.2012 RM'000	31.3.2011 RM'000
Revenue (Note A9)	39,373	37,279	116,951	118,906
Other operating income	868	206	11,649	6,960
Operating expenses	(33,032)	(29,693)	(94,112)	(106,655)
Profit from operations	7,209	7,792	34,488	19,211
Depreciation & amortisation	(1,315)	(1,444)	(4,042)	(7,127)
Finance income	441	436	1,364	1,028
Finance costs	(1,293)	(1,533)	(2,828)	(5,943)
Share of loss of associate, net of tax	-	(4,496)	(9,106)	(7,630)
Profit/(Loss) before taxation	5,042	755	19,876	(461)
Taxation	(1,196)	(1,751)	(4,179)	(4,370)
Profit/(Loss) for the period	3,846	(996)	15,697	(4,831)
Attributable to:				
Owners of the Company	4,182	(780)	15,442	(4,722)
Non-controlling interests	(336)	(216)	255	(109)
Profit/(Loss) for the period	3,846	(996)	15,697	(4,831)
Earning/(Loss) per share attributable to owners of the Company (sen) (Note B10)				
- Basic at nominal value of RM0.10 per share	0.5	(0.1)	2.0	(0.6)
- Diluted at nominal value of RM0.10 per share	0.4	(0.1)	1.4	(0.4)

The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements.



Continuous Innovation & Quality

Hovid Bhd (Company no: 58476 A)

Condensed Consolidated Statement of Comprehensive Income (unaudited)

For the Third Quarter Ended 31 March 2012

	3 months ended		Year-to-date ended	
	31.3.2012 RM'000	31.3.2011 RM'000	31.3.2012 RM'000	31.3.2011 RM'000
Profit/(Loss) for the period	3,846	(996)	15,697	(4,831)
Other comprehensive income/(expense):-				
Foreign currency translation differences for foreign operations	260	(176)	(951)	(457)
Share of other comprehensive expense of associate	-	-	(32)	-
Revaluation surplus realised on disposal of a subsidiary	-	-	-	44
Foreign exchange reserve transferred to profit and loss account	(118)	-	481	-
Fair value loss for available-for-sale investment	(1,602)	-	(2,404)	-
Realisation of other comprehensive income on disposal of associate	-	-	32	-
Foreign exchange reserve realised on strike-off of a subsidiary	(1)	-	(1)	-
	(1,461)	(176)	(2,875)	(413)
Total comprehensive income/(expense) for the period	2,385	(1,172)	12,822	(5,244)
Attributable to:				
Owners of the Company	2,580	(956)	13,038	(4,915)
Non-controlling interests	(195)	(216)	(216)	(329)
Total comprehensive income/(expense) for the period	2,385	(1,172)	12,822	(5,244)

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements.



Continuous Innovation & Quality

Hovid Bhd (Company no: 58476 A)

Condensed Consolidated Statement of Financial Position (Unaudited)

For the Third Quarter Ended 31 March 2012

	As at 31.3.2012 (Unaudited) RM'000	As at 30.06.2011 (Audited) RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	90,726	91,618
Intangible assets	24,101	24,160
Investment property	850	850
Investment in associate	-	14,033
Available-for-sale investment	4,007	-
Deferred tax assets	128	125
	119,812	130,786
Current Assets		
Inventories	28,080	23,688
Trade receivables	31,614	30,744
Other receivables, deposits and prepayments	11,004	6,495
Amount owing by associate	-	516
Cash and bank balances	18,048	8,769
	88,746	70,212
Total Assets	208,558	200,998
EQUITY		
Equity Attributable to Shareholders of the Company		
Share capital	76,208	76,208
Share premium	90	90
Revaluation and other reserves	9,268	11,672
Retained earnings	19,219	12,350
	104,785	100,320
Non-controlling interests	4,964	5,180
Total Equity	109,749	105,500
LIABILITIES		
Non-Current Liabilities		
Deferred tax liabilities	10,900	11,346
Term loans	6,233	8,912
Hire purchase creditors	825	1,664
Provision for retirement benefit	1,338	1,199
Long-term advances	6,193	6,348
	25,489	29,469
Current Liabilities		
Trade payables	17,063	12,974
Other payables and accruals	16,913	12,288
Term loans	3,027	3,363
Short term borrowings	23,857	27,395
Bank overdrafts	7,715	6,096
Hire purchase creditors	1,530	2,173
Tax payable	3,215	1,740
	73,320	66,029
Total Liabilities	98,809	95,498
Total Equity And Liabilities	208,558	200,998
Net Assets Per Share Attributable To Owners Of The Company (Sen)	13.75	13.16

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements.



Continuous Innovation & Quality

Hovid Bhd (Company no: 58476 A)

Condensed Consolidated Statements of Changes in Equity (unaudited)

For the Third Quarter Ended 31 March 2012

	Attributable to Equity Holders of the Company				Total	Non-controlling Interests	Total Equity
	Non-distributable			Distributable			
	Share capital RM'000	Share premium RM'000	Reserves RM'000	Retained earnings RM'000			
PERIOD ENDED 31 MARCH 2012							
At 1 July 2011	76,208	90	11,672	12,350	100,320	5,180	105,500
Total comprehensive income/ (expense) for the period	-	-	(2,404)	15,442	13,038	(216)	12,822
Transactions with owners Dividend-in-specie distributed	-	-	-	(8,573)	(8,573)	-	(8,573)
At 31 March 2012	76,208	90	9,268	19,219	104,785	4,964	109,749
PERIOD ENDED 31 MARCH 2011							
At 1 July 2010	76,208	90	23,788	6,313	106,399	27,449	133,848
Total comprehensive income/ (expense) for the period	-	-	(7,383)	2,468	(4,915)	(19,334)	(24,249)
Derecognition of non-controlling interests in a subsidiary disposed	-	-	-	-	-	44	44
At 31 March 2011	76,208	90	16,405	8,781	101,484	8,159	109,643

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements.



Continuous Innovation & Quality

Hovid Bhd (Company no: 58476 A)
Condensed Consolidated Statement of Cash Flows (unaudited)
For the Third Quarter Ended 31 March 2012

	Note	9 months ended	
		31.3.2012 RM'000	31.3.2011 RM'000
Cash flows from operating activities			
Profit/(Loss) before tax		19,876	(460)
<i>Adjustments for:</i>			
Allowance for doubtful debts		22	21,254
Amortisation of intangible assets		370	406
Defined benefit plan expenses for a Director		139	165
Depreciation of property, plant and equipment		3,672	7,677
Gain on disposals of plant and equipment		(25)	(11)
Gain on disposal of an associate		(7,684)	-
Gain on disposal of a subsidiary		-	(10,773)
Reversal of impairment loss for investment in associate		(1,422)	-
Interest expense		2,827	3,938
Interest income		(1,364)	(1,281)
Product development expenditure written off/provided		2,492	-
Property, plant and equipment written off		10	352
Revaluation surplus realised on disposal of a subsidiary		-	44
Share of loss of equity accounted investee, net of tax		9,106	7,622
Unrealised (gain)/loss on foreign exchange		1,193	(713)
Forex reserves realised on strike-off of subsidi		(1)	-
Gain on distribution of dividend-in-specie		(953)	-
Operating profit before changes in working capital		28,258	28,219
Change in inventories		(4,565)	(42)
Change in receivables, deposits and prepayments		(5,401)	8,594
Change in payables and accruals		7,638	(1,084)
Cash generated from operations		25,930	35,686
Interest received		2,569	2,296
Interest paid		(3,343)	(3,381)
Tax paid		(3,068)	(2,684)
Net cash generated from operating activities		22,088	31,918
Cash flows from investing activities			
Acquisition of property, plant and equipment		(4,702)	(2,205)
Advances to/(repayment from) an associate		516	(1,491)
Disposal of a subsidiary, net of cash		-	18,782
Proceeds from disposals of property, plant and equipment		73	78
Proceeds from disposals of associate/subsidiary		-	12,600
Product development expenditure incurred		(2,699)	(2,209)
Net cash (used in)/generated from investing activities		(6,812)	25,555
Cash flows from financing activities			
Pledged deposits with licensed banks		297	(504)
Repayments of short-term bank borrowings		(3,538)	(17,947)
Repayments of hire purchase liabilities		(1,483)	(2,202)
Repayments of term loans		(2,727)	(16,206)
Net cash used in financing activities		(7,451)	(36,859)
Change in cash and cash equivalents		7,825	20,613
Effect of exchange rates fluctuations on cash held		132	3
Cash and cash equivalents at beginning of the period		1,776	(18,485)
Cash and cash equivalents at end of the period	(I)	9,733	2,131

Note (I) Cash and cash equivalents comprises:

Cash and bank balances	18,048	8,557
Less: Pledged deposits with licenced banks	(600)	(855)
Cash and bank balances excluding pledged deposits	17,448	7,702
Bank overdraft	(7,715)	(5,571)
	<u>9,733</u>	<u>2,131</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements.



Continuous Innovation & Quality

Hovid Bhd (Company no: 58476 A)

Quarterly financial report (unaudited)

For the Third Quarter Ended 31 March 2012

Explanatory Notes as per FRS 134, Interim Financial Reporting

A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 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 for the year ended 30 June 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 financial year ended 30 June 2011.

A2 Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 30 June 2011, except for those standards, amendments and interpretations which are effective for financial periods beginning on or after 1 July 2011. The adoption of these standards, amendments and interpretations have no material impact to these interim financial statements.

A3 Audit report of preceding annual financial statements

The audit report of the preceding annual financial statements was not subject to any qualification.

A4 Comment about seasonal or cyclical factors

The business operations of the Group were not materially affected by any seasonal or cyclical factors during the quarter under review.

A5 Unusual items affecting assets, liabilities, equities, net income or cash flows

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

A6 Significant estimates and changes in estimates

There were no changes in estimates that have had any material effect during the quarter under review.

A7 Debt and equity securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the quarter under review.

A8 Dividend paid

No dividend was paid during the quarter under review.



Continuous Innovation & Quality

Hovid Bhd (Company no: 58476 A)

Quarterly financial report (unaudited)

For the Third Quarter Ended 31 March 2012

Explanatory Notes as per FRS 134, Interim Financial Reporting

A9 Segment information

The Group's primary reporting format is based on business segments. Prior to 23 December 2011, the group business segments were the pharmaceutical ("Hovid Segment") and the phytonutrient/oleochemical/biodiesel ("Carotech Segment") industries. From 23 December 2011, the Group's business segment is solely in pharmaceutical industry as subsequent to the completion of the dividend-in-specie ("DIS"), where the Company distributed a portion of its shareholding interest in Carotech Berhad, the interest in Carotech Berhad was diluted from an associate to a simple investment.

	3 months ended		Year-to-date ended	
	31.3.2012 RM'000	31.3.2011 RM'000	31.3.2012 RM'000	31.3.2011 RM'000
Revenue				
Hovid Segment	39,373	37,279	116,951	110,638
Carotech Segment	-	-	-	8,268
Group revenue	39,373	37,279	116,951	118,906
Profit/(Loss) before tax and non-recurring items				
Hovid Segment	5,042	5,251	19,876	17,477
Carotech Segment (a)	-	(4,496)	(7,684)	(7,175)
Group profit before tax	5,042	755	12,192	10,302
Non-recurring items				
Carotech Segment				
<i>Allowance for amount owing by Carotech</i>	-	-	-	(21,536)
<i>Gain on disposal of investment in Carotech (b)</i>	-	-	7,684	10,773
Total non-recurring items	-	-	7,684	(10,763)
Profit/(Loss) before tax and after non-recurring items				
Hovid Segment	5,042	5,251	19,876	17,477
Carotech Segment (a+b)	-	(4,496)	-	(17,938)
Group profit/(loss) before tax	5,042	755	19,876	(461)
Profit/(loss) after tax and non-recurring items				
Hovid Segment	3,846	3,500	15,697	13,121
Carotech Segment	-	(4,496)	-	(17,952)
Net profit/(loss) after tax	3,846	(996)	15,697	(4,831)



Continuous Innovation & Quality

Hovid Bhd (Company no: 58476 A)

Quarterly financial report (unaudited)

For the Third Quarter Ended 31 March 2012

Explanatory Notes as per FRS 134, Interim Financial Reporting

A10 Valuation of property, plant and equipment

The Group did not carry out any revaluation on its property, plant and equipment during the quarter under review.

A11 Material subsequent events

There was no material event subsequent to the end of the current financial quarter other than the following:-

On 11 May 2012, Carotech shares were removed from the Official List of Bursa Securities. The investment in Carotech shares currently disclosed as Available-for-sale Investment with net amount of RM4.007 million will need to be impaired. The impact to the Income Statement and Equity will be RM6.4 million and RM4.0 million respectively.

A12 Changes in the composition of the Group

There were no changes to the composition of the Group during the quarter under review.

A13 Changes in contingent liabilities and contingent assets

There were no material changes in contingent liabilities or contingent assets since the date of last annual report as at 30 June 2011, to the date of this report.

A14 Significant related parties transactions

Transactions with a company in which a director has substantial financial interest and four of the Company's directors are common directors:-

	3 months ended		Year-to-date ended	
	31.3.2012 RM'000	31.3.2011 RM'000	31.3.2012 RM'000	31.3.2011 RM'000
Carotech Bhd				
Sales	39	-	39	-
Interest income	441	-	441	-
Reallocation of common cost	164	-	164	-
Purchases	(714)	-	(714)	-
Steam service expense	(90)	-	(90)	-

A15 Capital commitments

The Group's capital commitments not provided for in the interim financial statements as at balance sheet date were as follows:

	RM'000
Plant and equipment	
Authorised and contracted	933
Authorised but not contracted	5,000
Total capital commitments	5,933



Continuous Innovation & Quality

Hovid Bhd (Company no: 58476 A)

Quarterly financial report (unaudited)

For the Third Quarter Ended 31 March 2012

Explanatory Notes Pursuant to the Listing Requirements of Bursa Malaysia Securities Berhad

B1 Review of performance

	3 months ended		Year-to-date ended	
	31.3.2012 RM'000	31.3.2011 RM'000	31.3.2012 RM'000	31.3.2011 RM'000
Revenue				
Hovid Segment	39,373	37,279	116,951	110,638
Carotech Segment	-	-	-	8,268
Group revenue	39,373	37,279	116,951	118,906
Profit before tax and non-recurring items				
Hovid Segment	5,042	5,251	19,876	17,477
Carotech Segment				
- As subsidiary	-	-	-	455
- As associate, share of loss net of tax	-	(4,496)	(9,106)	(7,630)
- Reversal of impairment of investment in Carotech	-	-	1,422	-
Group profit before tax	5,042	755	12,192	10,302
Non-recurring items				
Carotech Segment				
<i>Allowance for amount owing by Carotech</i>	-	-	-	(21,536)
<i>Gain on disposal of investment in Carotech</i>	-	-	7,684	10,773
Total non-recurring items	-	-	7,684	(10,763)
Profit/(Loss) before tax and after non-recurring items				
Hovid Segment	5,042	5,251	19,876	17,477
Carotech Segment				
- As subsidiary	-	-	-	(10,308)
- As associate, share of loss net of tax	-	(4,496)	(9,106)	(7,630)
- Allowance for amount owing by Carotech	-	-	-	-
- Gain on disposal of investment in Carotech	-	-	7,684	-
- Reversal of impairment of investment in Carotech	-	-	1,422	-
Group profit/(loss) before tax	5,042	755	19,876	(461)
Profit/(loss) after tax and non-recurring items				
Hovid Segment	3,846	3,500	15,697	13,121
Carotech Segment				
- As subsidiary	-	-	-	(10,321)
- As associate, share of loss net of tax	-	(4,496)	(9,106)	(7,631)
- Allowance for amount owing by Carotech	-	-	-	-
- Gain on disposal of investment in Carotech	-	-	7,684	-
- Reversal of impairment of investment in Carotech	-	-	1,422	-
Net profit/(loss) after tax	3,846	(996)	15,697	(4,831)



Continuous Innovation & Quality

Hovid Bhd (Company no: 58476 A)

Quarterly financial report (unaudited)

For the Third Quarter Ended 31 March 2012

Explanatory Notes Pursuant to the Listing Requirements of Bursa Malaysia Securities Berhad

B1 Review of performance (cont.)

For the Quarter

The Group's revenue for the current quarter, arose solely from Hovid segment, amounted to RM39.4 million was 5.6% higher as compared to the corresponding quarter last year of RM37.3 million due to increase in demand.

The Group recorded a pre-tax profit ("PBT") of RM5.0 million for the current quarter, an increase of 567.8% as compared to the corresponding quarter last year of RM0.8 million. Hovid segment recorded a PBT of RM5.0 million, an decrease of 4.0% as compared to the corresponding quarter last year of RM5.3 million due to the increase in revenue. Since 23 December 2011, Carotech was no longer an associate company, according there is no share of result of associate for the current quarter. The share of loss in the associate company was RM4.5 million for the corresponding quarter last year.

Year-to-date

For the current period ended 31 March 2012, the Group recorded a revenue of RM116.9 million, a decrease of 1.6% compared to the revenue of RM118.9 million registered in the previous corresponding financial period. Hovid segment revenue shows an increase of 5.7% as compared to the previous financial period due to increase demand. Carotech's revenue was consolidated for two month to August 2010 in the previous financial period. Thereafter, its revenue was not consolidated as it was no longer a subsidiary.

The result of the Group was affected by the non-recurring items arising from the Carotech segment, details as listed above.

Before taking into account the above non-recurring items, the Group recorded a PBT of RM12.2 million for the current financial period as compared to RM10.3 million for the corresponding period last year, an increase of 18.3%. However, taking into account the non-recurring items, the Group's PBT was RM19.9 million, compared to a loss before tax ("LBT") of RM0.5 million last period.

Hovid segment PBT has increased by 13.7% or RM2.4 million during the current financial period in comparison to previous financial period. The improved result is mainly due to the improvement in revenue.

Carotech segment performance was affected by the curtailed operational activity due to the lack of working capital while its debts were being restructured with its lenders.

Carotech was a subsidiary until end of August 2010. From September 2010 until 23 December 2011, it was an associate company. Thereafter it became a simple investment in the books of Hovid. Accordingly, its result was consolidated for two months as subsidiary, equity accounted for period from September 2010 to 23 December 2011.

Share of loss in Carotech was RM9.1 million, as compared to RM7.6 million during the previous period, an increase of 19.3%.



Continuous Innovation & Quality

Hovid Bhd (Company no: 58476 A)

Quarterly financial report (unaudited)

For the Third Quarter Ended 31 March 2012

Explanatory Notes Pursuant to the Listing Requirements of Bursa Malaysia Securities Berhad

B2 Results comparison with preceding quarter

	Quarter ended	
	31.3.2012 RM'000	31.12.2011 RM'000
Revenue		
Hovid Segment	39,373	40,503
Carotech Segment	-	-
Group	39,373	40,503
Profit / (Loss) before taxation		
Hovid Segment	5,042	7,732
Carotech Segment		
- As subsidiary	-	-
- As associate, share of loss net of tax	-	(2,833)
- Gain on disposal of investment in Carotech	-	7,684
- Reversal of impairment of investment in Carotech	-	-
Group	5,042	12,583

The Group's revenue which is solely from Hovid segment recorded a revenue of RM39.4 million during the reporting quarter as compared to RM40.5 million for the preceding quarter, representing a decrease of 2.8%. Carotech segment was not consolidated since Carotech was no longer a subsidiary with effect from September 2010.

The Group recorded a PBT of RM5.0 million during the reporting quarter as compared to RM12.6 million for the preceding quarter. Hovid segment recorded a decrease in PBT of RM2.7 million or 34.8% as compared to the preceding quarter. The decrease in PBT was mainly due to the decrease in revenue and a lower gross profit margin arising from the increase in raw material costs.

On completion of DIS on 23 December 2011, the investment holding in Carotech was reduced from 38.5% to 17.6% and it became a simple investment in the books of Hovid. The investment in Carotech as an associate was deemed disposed then. Gain arising from the deemed disposal amounted to RM7.7 million. The share of loss in Carotech amounted to RM2.8 million in the preceding quarter, before the deemed disposal.

B3 Commentary on Prospects

Barring any unforeseen circumstances, the outlook for the Hovid segment is expected to be satisfactory as the Group is actively securing new overseas markets and registration of new products.

The Group will continue to enhance its competitive edge by continually placing emphasis in research and development and improving its production processes to achieve better efficiency.

B4 Profit forecast, profit guarantee and internal targets

The Group did not provide any profit forecast, profit guarantee and internal targets in any public document or any announcements made.

B5 Taxation

	3 months ended		Year-to-date ended	
	31.3.2012 RM'000	31.3.2011 RM'000	31.3.2012 RM'000	31.3.2011 RM'000
Income taxation	1,412	1,352	4,452	4,260
Deferred taxation	(216)	399	(273)	110
Based on the results for the period	1,196	1,751	4,179	4,370

The effective tax rate of the Group for the financial period is lower than the statutory rate applicable mainly due to the tax incentives.

B6 Status of corporate proposal

There are no corporate proposals announced but not completed for the quarter under review other than the following:-

Executives' share option scheme

On 8 October 2007, the Company had announced an executives' share option scheme ("ESOS") for the benefit of the eligible directors of the Company and eligible executives of the Company and its subsidiaries. The proposal was approved by the shareholders during the Company's Extraordinary General Meeting held on 27 November 2007.

B7 Borrowings and debt securities

Details of the Group's bank borrowings, as at 31 March 2012 are as follows :-

	Current RM'000	Non-current RM'000	Total RM'000
Secured	36,129	7,058	43,187

The bank borrowings denominated in foreign currency are as follows:-

Denominated in US Dollar	699
Denominated in Philippines Peso	314
Denominated in Indian Rupees	3,071
	3,071

Hovid Bhd (Company no: 58476 A)

Quarterly financial report (unaudited)

For the Third Quarter Ended 31 March 2012

Explanatory Notes Pursuant to the Listing Requirements of Bursa Malaysia Securities Berhad

B8 Material litigation

There were no material litigation against the Group as at the reporting date, that arose since the date of last annual report.

B9 Dividend payable

No dividend has been declared or recommended in respect of the financial period under review.

B10 Earnings per share

The basic earning per share has been calculated by dividing the Group's net profit attributable to shareholders by the weighted average number of ordinary shares in issue during the current financial period ended 31 March 2012. For the purpose of calculating diluted earnings per share, the profit/loss attributable to shareholders and the weighted average number of ordinary shares in issue during the period have been adjusted for the dilutive effects of all potential ordinary shares, ie, warrants in issue.

	3 months ended		Year-to-date ended	
	31.3.2012	31.3.2011	31.3.2012	31.3.2011
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Net profit/(loss) attributable to shareholders	4,182	(780)	15,442	(4,722)
<u>Number of ordinary shares</u>				
	<u>'000</u>	<u>'000</u>	<u>'000</u>	<u>'000</u>
Weighted average number of ordinary shares (basic)	762,080	762,080	762,080	762,080
Effects of Warrants	381,040	381,040	381,040	381,040
Weighted average number of ordinary shares (diluted)	1,143,120	1,143,120	1,143,120	1,143,120
<u>Earning/(Loss) per share</u>				
	<u>Sen</u>	<u>Sen</u>	<u>Sen</u>	<u>Sen</u>
Earning/(loss) per share at nominal value of RM0.10 per share:-				
Basic	0.5	(0.1)	2.0	(0.6)
Diluted	0.4	(0.1)	1.4	(0.4)



Continuous Innovation & Quality

Hovid Bhd (Company no: 58476 A)

Quarterly financial report (unaudited)

For the Third Quarter Ended 31 March 2012

Explanatory Notes Pursuant to the Listing Requirements of Bursa Malaysia Securities Berhad

B11 Profit for the period

Included in the profit for the period are:-

	Current quarter RM'000	Year-to-date RM'000
Interest income	441	1,364
Other income	492	1,036
Interest expense	(1,293)	(2,828)
Depreciation and amortisation	(1,315)	(4,042)
Provision for and write off of receivables	(22)	(22)
Provision for and write off of inventories	(327)	(329)
Gain on disposal of investment in associate	-	7,684
Reversal of impairment of investment in associate	-	1,422
Foreign exchange gain or loss	377	555
Gain/(loss) on derivatives	-	-
Exceptional items	-	-

B12 Realised and unrealised profits and losses disclosure

	As at 31.3.2012 RM'000	As at 30.06.2011 RM'000
Total retained profits/(accumulated losses) of Hovid and its subsidiaries:-		
Realised	21,230	14,628
Unrealised	(11,779)	(13,040)
Total	9,451	1,588
Total share of retained profits/(accumulated losses) from associated company:-		
Realised	-	(12,823)
Unrealised	-	3,471
Total	-	(9,352)
Consolidation adjustments	9,769	20,114
Total group retained earnings	19,220	12,350

Authorisation for issue

On 28 May 2012, the Board of Directors authorised this interim report for issue.

On behalf of the Board,

Goh Tian Hock

Ng Yuet Seam

Joint Secretaries