

**BSL CORPORATION BERHAD**  
(Company No. 651118-K)

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS**  
**FOR THE QUARTER ENDED 31 MAY 2009**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31-May-09 RM'000	PRECEDING YEAR QUARTER 31-May-08 RM'000	CURRENT YEAR TO DATE 31-May-09 RM'000	PRECEDING YEAR TO DATE 31-May-08 RM'000
Revenue	34,245	33,020	94,301	98,331
Operating profit	11	2,194	685	7,510
Interest expense	(461)	(553)	(1,497)	(1,598)
Interest income	15	8	62	140
Share of result of associate	(293)	(103)	(780)	(315)
Profit/(loss) before tax	(728)	1,546	(1,530)	5,737
Income tax expense	75	(816)	(439)	(2,034)
Profit/(loss) for the year	(653)	730	(1,969)	3,703
Attributable to:				
Equity holders of the parent	(697)	653	(2,083)	3,275
Minority interest	44	77	114	428
	(653)	730	(1,969)	3,703
Basic Earnings/(loss) Per Share based on the weighted average number of shares in issue (Sen)	(0.71)	0.67	(2.13)	3.34

Notes:

The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Statements of BSL Corporation Berhad for the financial year ended 31 August 2008.

BSL CORPORATION BERHAD  
(Company No. 651118-K)

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS  
AS AT 31 MAY 2009

	As at 31-May-09 RM'000	As at 31-Aug-08 RM'000
<b>ASSETS</b>		
<b>Non current assets</b>		
Property, plant and equipment	46,958	45,797
Prepaid lease payments on leasehold land	6,459	6,513
Investment in an associate company	4,389	9,871
Other investments	751	751
Goodwill on consolidation	3,541	3,541
<b>Total non current assets</b>	<u>62,098</u>	<u>66,473</u>
<b>Current assets</b>		
Inventories	15,442	19,795
Receivables	30,393	31,324
Cash and cash equivalents	15,275	12,981
<b>Total current assets</b>	<u>61,110</u>	<u>64,100</u>
<b>Total assets</b>	<u>123,208</u>	<u>130,573</u>
<b>Equity and liabilities</b>		
<b>Capital and reserves</b>		
Share capital	49,000	49,000
Share premium	1,767	1,767
Reserves	20,223	21,341
<b>Equity attributable to equity holders of the parent</b>	<u>70,990</u>	<u>72,108</u>
Minority Interest	2,285	2,171
<b>Total equity</b>	<u>73,275</u>	<u>74,279</u>
<b>Non current liabilities</b>		
Long term borrowings	19,768	20,742
Deferred taxation liabilities	3,248	3,499
<b>Total non current liabilities</b>	<u>23,016</u>	<u>24,241</u>
<b>Current liabilities</b>		
Payables	16,351	17,609
Short term borrowings	9,415	13,965
Tax liabilities	1,151	479
<b>Total current liabilities</b>	<u>26,917</u>	<u>32,053</u>
<b>Total liabilities</b>	<u>49,933</u>	<u>56,294</u>
<b>Total equity and liabilities</b>	<u>123,208</u>	<u>130,573</u>
Net Assets per share attributable to ordinary equity holders of the parent (RM)	<u>0.72</u>	<u>0.74</u>

Notes :

The Unaudited Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Statements of BSL Corporation Berhad for the financial year ended 31 August 2008.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 MAY 2009

	Non-distributable			Distributable		Minority Interest RM'000	Total RM'000
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Foreign currency translation reserve RM'000	Retained Profit RM'000		
Balance as at 1 September 2008	49,000	1,767	185	(1)	21,157	72,108	74,279
Loss for the period	-	-	-	-	(2,083)	(2,083)	(1,969)
Dividend	-	-	-	-	(977)	(977)	(977)
Currency translation differences	-	-	-	1,942	-	1,942	1,942
Balance as at 31 May 2009	49,000	1,767	185	1,941	18,097	70,990	73,275

	Non-distributable			Distributable		Minority Interest RM'000	Total RM'000
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Foreign currency translation reserve RM'000	Retained Profit RM'000		
Balance as at 1 September 2007	49,000	1,767	185	-	17,318	68,270	69,429
Profit for the period	-	-	-	-	3,275	3,275	3,703
Dividend	-	-	-	-	(1,541)	(1,541)	(1,541)
Minority interest share of profit guarantee	-	-	-	-	-	-	404
Balance as at 31 May 2008	49,000	1,767	185	-	19,052	70,004	71,995

Notes :

The Unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the Annual Financial Statements of BSL Corporation Berhad for the financial year ended 31 August 2008.

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE PERIOD ENDED 31 MAY 2009

	31-May-09 RM'000	31-May-08 RM'000
<b>Cash flows from operating activities</b>		
Profit/(loss) before tax	(1,530)	5,737
Adjustments for:		
Non-cash items	6,678	2,240
Non-operating items	<u>1,129</u>	<u>2,391</u>
Operating profit before working capital changes	6,277	10,368
(Increase)/Decrease in working capital:		
Inventories	4,353	(1,443)
Receivables	360	(3,093)
Payables	<u>(1,259)</u>	<u>1,414</u>
Cash generated from / (used in) operations	9,731	7,246
Tax paid	<u>(228)</u>	<u>852</u>
<b>Net cash from operating activities</b>	<u>9,503</u>	<u>8,098</u>
<b>Cash flows from investing activities</b>		
Interest received	62	38
Proceeds from disposal of property, plant and equipment	307	369
Proceeds from disposal of associated company	6,262	-
Purchase of property, plant and equipment	<u>(2,991)</u>	<u>(3,207)</u>
<b>Net cash used in investing activities</b>	<u>3,640</u>	<u>(2,800)</u>
<b>Cash flows from financing activities</b>		
Net (decrease) in bank borrowings	(9,928)	(3,002)
Dividend paid	(977)	(980)
Interest paid	<u>(1,496)</u>	<u>(1,598)</u>
<b>Net cash from financing activities</b>	<u>(12,401)</u>	<u>(5,580)</u>
Net increase/(decrease) in cash and cash equivalents	742	(282)
Cash and cash equivalents at beginning of financial year	<u>12,317</u>	<u>9,291</u>
Cash and cash equivalents at end of financial year	<u><u>13,059</u></u>	<u><u>9,009</u></u>
<b>Cash and cash equivalents at end of year comprise:</b>		
Cash and bank balances	9,153	8,036
Deposits in licensed banks	6,123	3,054
Bank overdrafts	<u>(1,553)</u>	<u>(1,555)</u>
	13,723	9,535
Less : Fixed deposit pledged to licensed bank	<u>(664)</u>	<u>(526)</u>
	<u><u>13,059</u></u>	<u><u>9,009</u></u>

Notes :

The Unaudited Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Statements of BSL Corporation Berhad for the financial year ended 31 August 2008.

**Notes on the quarterly report – 31 May 2009**

**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134**

**A1. Basis of preparation**

The interim financial statements of BSL Corporation Berhad (“BSL”) are unaudited and have been prepared in accordance with the requirements outlined in the Financial Reporting Standards, FRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standard Board (“MASB”) and Paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements. The interim financial statements should be read in conjunction with the audited financial statements of BSL for the year ended 31 August 2008.

The accounting policies and methods of computation adopted by BSL in these interim financial statements are consistent with those adopted in the financial statements for the year ended 31 August 2008.

**A2. Qualification of annual financial statements**

There were no audit qualifications on the financial statements of the Company for the year ended 31 August 2008.

**A3. Seasonal and cyclical factors**

The Group’s business operation results were not materially affected by any major seasonal or cyclical factors.

**A4. Unusual nature and amounts of items affecting assets, liabilities, equity, net income or cash flows**

There were no unusual nature and amounts of items affecting assets, liabilities, equity, net income or cash flows during the current quarter under review.

**A5. Material changes in estimates**

There was no material changes in estimates of amounts reported in the current quarter under review.

**A6. Issuances and repayment of debt and equity securities**

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities for the current quarter under review.

**A7. Dividend paid**

There was a dividend paid of RM977,000 by the Company in respect of final dividends for the financial year ended 31 August 2008 during the quarter under review.

**A8. Segment information**

Segmental information is presented in respect of the Group’s business segment

**BSL CORPORATION BERHAD**  
**(Company No: 651118-K)**

**Notes on the quarterly report – 31 May 2009**

	Investment holding	Precision stamping and tooling	Printed Circuit Board ("PCB") and module assembly	Fabrication and forging	Automotive components	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External sales	-	59,733	18,928	8,219	7,421	-	94,301
Inter-segment sales	-	2	-	-	-	(2)	-
<b>Total revenue</b>	<b>-</b>	<b>59,735</b>	<b>18,928</b>	<b>8,219</b>	<b>7,421</b>	<b>(2)</b>	<b>94,301</b>
<b>Results</b>							
Segment results	469	3,915	(2,563)	(1,438)	302	-	685
Profit from operations							685
Interest expense							(1,497)
Interest income							62
Share of results of associate							(780)
Loss before tax							(1,530)
Income tax expense							(439)
Loss for the year							(1,969)
Attributable to:							
Equity holders of the parent							(2,083)
Minority interest							114
							(1,969)

Notes on the quarterly report – 31 May 2009

**A9. Valuation of property, plant and equipment**

Property, plant and equipment are stated at cost/valuation less accumulated depreciation and impairment losses, if any.

Freehold land and buildings which are stated at valuation are revalued at regular intervals of at least once in every three years by the directors based on valuation reports of independent professional valuers using the “open market value on existing use” basis with additional valuation in the intervening years where market conditions indicate that the carrying values of revalued assets differ materially from the market value. Freehold land and buildings were last revalued in 2007.

**A10. Material events subsequent to the end of the interim period**

Save as disclosed below, there were no material events subsequent to the current financial quarter ended 31 May 2009 up to the date of this report, which are likely to substantially affect the results of the operations of the Group.

**A11. Changes in the composition of the Group**

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

**A12. Changes in contingent liabilities**

There were no changes on contingent liabilities and contingent assets of a material nature since the last balance sheet date until the date of this announcement, except for:

(i) Corporate guarantees amounting to RM1.16 million given by the Company to financial institutions for credit facilities granted to the subsidiary companies.

(ii) Corporate guarantees amounting to RM1.50 million given by the Company to one of the supplier for supplies of goods/services to one of the subsidiary company

**A13. Capital commitments**

	<b>Approved and contracted for RM'000</b>	<b>Approved but not contracted for RM'000</b>
Purchase of plant and machinery	990	-

**Notes on the quarterly report – 31 May 2009**

**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS**

**B1. Review of performance**

For the Nine (9) months period ended 31 May 2009, the Group achieved revenue of RM94.30 million and a loss before tax of RM1.53 million.

The Precision Stamping & Tooling Division contributed approximately 63.34% of the total revenue, amounting to RM59.73million; the Printed Circuit Board (“PCB”) and Module Assembly Division approximately 20.07% or RM18.93million; the Fabrication and Forging Division approximately 8.72% or RM8.22 million; and the Automotive Component Division approximately 7.87% or RM7.42 million.

**B2. Variation of results against preceding quarter**

Total group revenue increased by 43.39% to RM34.24 million, compared to the preceding quarter.

The Group recorded a loss before tax of RM0.73 million for the current quarter ended 31 May 2009 as compared to a loss before tax of RM1.43 million in the preceding quarter. The improvement was mainly from the precision stamping and tooling division which enjoyed better sales. However the group suffered a loss before tax due to decrease in sales from PCB Assembly, Forging and Automotive Components divisions.

Compared to the third quarter of the financial year ended 31 August 2008, Group revenue increased by 3.71% to RM34.24 million. Improvement in revenue was due to increase in sale by the precision stamping and tooling division.

**B3. Current year prospects**

The Group anticipates the coming months will continue to be challenging due to the uncertainty in the global economic situation. The Group will continue in its effort to reduce costs and improve productivity in facing these challenges.

**B4. Variance of actual and forecast profit**

The Group has not provided any profit forecast for the current financial year ending 31 August 2009.



Notes on the quarterly report – 31 May 2009

**B5. Tax expense**

	<b>Current Quarter 31.05.2009 RM' 000</b>	<b>Current year To date 31.05.2009 RM' 000</b>
Current tax expense	313	637
Current deferred tax expense	125	315
Overprovision of deferred tax in prior year	(513)	(513)
	<u>(75)</u>	<u>439</u>

The effective tax rate is higher than the statutory tax rate of 25% mainly due to certain expenses are not allowable for tax deduction purposes.

**B6. Unquoted investments and/or properties**

The Group has not disposed off any investments in any unquoted investments and/or properties during the financial quarter under review.

**B7. Quoted and marketable investments**

Total investments in quoted shares as at 31 May 2009:

	<b>Cost RM'000</b>	<b>Book Value RM'000</b>	<b>Market Value RM'000</b>
Total quoted shares	<u>17</u>	<u>1.7</u>	<u>1.0</u>

**B8. Status of corporate proposal announced**

There were no corporate proposals announced but not completed as at the date of this announcement.

BSL has raised gross proceeds of RM15,702,230 from its listing exercise from the Public Issue based on the issue price of RM0.68 per share and Right Issues of RM0.50 per share. The timeframe for the utilisation of the gross proceeds raise from its listing exercise from the Public Issue has been extended from 31 August 2008 to 31 August 2009. As at the date of this announcement, the said proceeds has been fully utilised in the following manner:

	<b>Total RM'000</b>	<b>Utilised RM'000</b>	<b>Unutilised RM'000</b>
Capital expenditure	4,800	4,800	-
Repayment of bank borrowings	6,900	6,900	-
Working capital	2,102	2,102	-
Estimated listing expenses	1,900	1,900	-
	<u>15,702</u>	<u>15,702</u>	<u>-</u>

Notes on the quarterly report – 31 May 2009

**B9. Group borrowings**

The Group's borrowings as at the end of the reporting quarter are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
<b>Short term</b>			
Bank overdrafts	1,553	-	1,553
Trust receipts, bankers' acceptance & revolving credit	3,761	-	3,761
Term loans	536	-	536
Hire purchase	3,565	-	3,565
	<hr/> 9,415	<hr/> -	<hr/> 9,415
<b>Long term</b>			
Terms loans	562	15,000	15,562
Hire purchase	4,206	-	4,206
	<hr/> 4,768	<hr/> 15,000	<hr/> 19,768
	<hr/> <hr/> 14,183	<hr/> <hr/> 15,000	<hr/> <hr/> 29,183

*All borrowings are denominated in Ringgit Malaysia*

**B10. Off balance sheet financial instrument**

There are no financial instruments with off balance sheet risk as at the end of the previous financial year to the date of this announcement.

**B11. Changes in material litigation**

Neither BSL nor any of its subsidiary companies are engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect the financial position of Company or any of its subsidiaries and the Board is not aware of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of Company or any of its subsidiaries.

**B12. Dividends**

The Board of Directors does not propose any dividend for the period under review.

Notes on the quarterly report – 31 May 2009

**B13. Basic earnings per share**

The basic earnings per share for the current quarter and cumulative year to date are computed as follows:-

	<b>Individual Current Year Quarter 31.05.09</b>	<b>Preceding Year Quarter 31.05.08</b>	<b>Cumulative Current Year to Date 31.05.09</b>	<b>Preceding Year to date 31.05.08</b>
Profit/(loss) attributable to equity holders of the parent (RM'000)	(697)	653	(2,083)	3,275
Weighted average number of ordinary shares of RM0.50 each in issue ('000)	98,000	98,000	98,000	98,000
Basic Earnings/(Loss) Per Share based on the weighted average number of shares in issue (sen)	(0.71)	0.67	(2.13)	3.34

**B14. Authorisation for issue**

This quarterly report was authorized for issue by the Board of Directors in accordance with the resolution of the directors on 23 July 2009.

By order of the Board

Ngiam Tong Kwan  
Executive Chairman  
Selangor  
23 July 2009