

BSL CORPORATION BERHAD
(Company No. 651118-K)

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE QUARTER ENDED 30 NOVEMBER 2009**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30-Nov-09 RM'000	PRECEDING YEAR QUARTER 30-Nov-08 RM'000	CURRENT YEAR TO DATE 30-Nov-09 RM'000	PRECEDING YEAR TO DATE 30-Nov-08 RM'000
Revenue	42,192	36,173	42,192	36,173
Operating profit	2,544	1,356	2,544	1,356
Interest expense	(407)	(518)	(407)	(518)
Interest income	-	13	-	13
Share of result of associate	(211)	(222)	(211)	(222)
Profit/(Loss) before tax	1,926	629	1,926	629
Income tax expense	(812)	(325)	(812)	(325)
Profit/(Loss) for the year	1,114	304	1,114	304
Attributable to:				
Equity holders of the parent	1,049	237	1,049	237
Minority interest	65	67	65	67
	1,114	304	1,114	304
Basic Earnings/(Loss) Per Share based on the weighted average number of shares in issue (Sen)	1.07	0.24	1.07	0.24

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 2009.

BSL CORPORATION BERHAD
(Company No. 651118-K)

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS
AS AT 30 NOVEMBER 2009

	As at 30-Nov-09 RM'000	As at 31-Aug-09 RM'000
ASSETS		
Non current assets		
Property, plant and equipment	48,550	46,973
Prepaid lease payments on leasehold land	6,384	6,402
Investment in an associate company	3,392	3,648
Other investments	2	2
Goodwill on consolidation	3,541	3,541
Total non current assets	<u>61,869</u>	<u>60,566</u>
Current assets		
Inventories	13,876	14,780
Receivables	32,113	33,018
Cash and bank balances	15,824	17,513
Total current assets	<u>61,813</u>	<u>65,311</u>
Total assets	<u>123,682</u>	<u>125,877</u>
Equity and liabilities		
Capital and reserves		
Share capital	49,000	49,000
Share premium	1,767	1,767
Treasury shares	(2)	(2)
Reserves	19,579	18,530
Equity attributable to equity holders of the parent	<u>70,344</u>	<u>69,295</u>
Minority Interest	1,661	1,596
Total equity	<u>72,005</u>	<u>70,891</u>
Non current liabilities		
Long term borrowings	19,914	18,117
Deferred taxation liabilities	2,302	2,302
Total non current liabilities	<u>22,216</u>	<u>20,419</u>
Current liabilities		
Payables	18,706	23,160
Short term borrowings	9,651	10,459
Tax liabilities	1,104	948
Total current liabilities	<u>29,461</u>	<u>34,567</u>
Total liabilities	<u>51,677</u>	<u>54,986</u>
Total equity and liabilities	<u>123,682</u>	<u>125,877</u>
Net Assets per share attributable to ordinary equity holders of the parent (RM)	<u>0.72</u>	<u>0.71</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 2009.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 NOVEMBER 2009

	<i>Non-distributable</i>				<i>Distributable</i>			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	Treasury Shares RM'000	Retained Profit RM'000	Attributable to Equity Holders of the Parent RM'000		
Balance as at 1 September 2009	49,000	1,767	185	(140)	(2)	18,485	69,295	1,596	70,891
Profit for the period	-	-	-	-	-	1,049	1,049	65	1,114
Balance as at 30 November 2009	49,000	1,767	185	(140)	(2)	19,534	70,344	1,661	72,005
	<i>Non-distributable</i>				<i>Distributable</i>			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	Treasury Shares RM'000	Retained Profit RM'000	Attributable to Equity Holders of the Parent RM'000		
Balance as at 1 September 2008	49,000	1,767	185	-	-	21,157	72,109	2,171	74,280
Profit for the period	-	-	-	-	-	237	237	67	304
Currency translation differences	-	-	-	(1)	-	-	(1)	-	(1)
Balance as at 30 November 2008	49,000	1,767	185	(1)	-	21,394	72,345	2,238	74,583

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 2009.

BSL CORPORATION BERHAD
(Company No. 651118-K)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE PERIOD ENDED 30 NOVEMBER 2009

	30-Nov-09 RM'000	30-Nov-08 RM'000
Cash flows from operating activities		
Profit for the year	1,114	304
Adjustments for:		
Non-cash items	2,873	2,076
Non-operating items	(3)	420
	<u>3,984</u>	<u>2,800</u>
Operating profit before working capital changes		
(Increase)/Decrease in working capital:		
Inventories	904	1,146
Receivables	(475)	2,667
Payables	(4,455)	(710)
	<u>(42)</u>	<u>5,903</u>
Cash generated from operations		
Tax refund	566	372
	<u>524</u>	<u>6,275</u>
Net cash from operating activities		
Cash flows from investing activities		
Interest received	-	13
Proceeds from disposal of property, plant and equipment	410	307
Purchase of property, plant and equipment	(2,215)	(2,778)
	<u>(1,805)</u>	<u>(2,458)</u>
Net cash from / (used in) investing activities		
Cash flows from/(used in) financing activities		
Net decrease in bank borrowings	(906)	(4,683)
Interest paid	(407)	(518)
	<u>(1,313)</u>	<u>(5,201)</u>
Net cash from financing activities		
Net decrease in cash and cash equivalents	(2,594)	(1,384)
Cash and cash equivalents at beginning of financial year	16,196	12,317
Cash and cash equivalents at end of financial year	<u>13,602</u>	<u>10,933</u>
Cash and cash equivalents at end of year comprise:		
Cash and bank balances	10,665	8,852
Deposits in licensed banks	5,159	3,110
Bank overdrafts	(1,508)	(365)
	<u>14,316</u>	<u>11,597</u>
Less : Fixed deposit pledged to licensed bank	(714)	(664)
	<u>13,602</u>	<u>10,933</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 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 2009.

The accounting policies adopted by BSL in these interim financial statements are consistent with those adopted in the financial statements for the year ended 31 August 2009.

A2. Qualification of annual financial statements

There were no audit qualifications on the financial statements of the Company for the year ended 31 August 2009.

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 no dividend paid by the Company during the quarter under review.

Notes on the quarterly report – 30 November 2009

A8. Segment information

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

	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	-	28,050	8,698	2,854	2,590	-	42,192
Inter-segment sales	-	-	-	-	-	-	-
Total revenue	-	28,050	8,698	2,854	2,590	-	42,192
Results							
Segment results	(97)	3,228	(487)	(254)	154	-	2,544
Profit from operations							2,544
Interest expense							(407)
Interest income							-
Share of results of associate							(211)
Profit before tax							1,926
Income tax expense							(812)
Profit for the year							1,114
Attributable to:							
Equity holders of the parent							1,049
Minority interest							65
							1,114

Notes on the quarterly report – 30 November 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 30 November 2009 up to the date of this report, which are likely to substantially affect the results of the operations of the Group.

On 24 December, 2009 the wholly-owned subsidiary of the Company Ban Seng Lee Industries Sdn Bhd (Company No. 40335-P), entered into a Sale and Purchase Agreement (“SPA”) with MyDecor Marketing Sdn Bhd (518396 P) for the disposal of a piece of the freehold land held under Lots 17508 and 17513, Mukim Batu, Daerah Gombak, Selangor together with a single storey detached factory erected thereon and known as Lot 17513, Jalan Dua, Taman Selayang Baru, 68100 Batu Caves, Selangor for a total cash consideration sum of Ringgit Malaysia Four Million Eight Hundred Thousand (RM4,800,000.00)

On 14 December 2009 the wholly-owned subsidiary of the Company Ban Seng Lee Industries Sdn Bhd (Company No. 40335-P), entered into a Sale and Purchase Agreement (“SPA”) with LST Cold Storage (M) Sdn. Bhd. (634983-U) for the disposal of a piece of the leasehold land (leasehold for 99 years and to be expired on 17 October, 2089) held under PM 4342, Lot No. 52303, Tempat KM15 Jalan Rawang, Bandar Selayang, Daerah Gombak, Negeri Selangor together with a factory erected thereon bearing a postal address of Lot 47687, Jalan Bukit Idaman 6, Taman Bukit Idaman, Batu Caves, 68100 Selangor for a total cash consideration sum of Ringgit Malaysia Eight Million Eight Hundred Thousand (RM8,800,000.00)

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

Notes on the quarterly report – 30 November 2009

A13. Capital commitments

	Approved and contracted for RM'000	Approved but not contracted for RM'000
Purchase of property, plant and machinery	11,350	-

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

B1. Review of performance

For the quarter ended 30 November 2009, the Group achieved revenue of RM42.19 million and a profit before tax of RM1.92 million.

The Precision Stamping & Tooling Division contributed approximately 66.48% of the total revenue, amounting to RM28.05 million; the Printed Circuit Board (“PCB”) and Module Assembly Division approximately 20.62% or RM8.70million; the Fabrication & Forging Division approximately 6.76% or RM2.85 million; and the Automotive Component Division approximately 6.14% or RM2.59 million.

B2. Variation of results against preceding quarter

Total group revenue was at RM42.19 million, a reduction of 7.32% compared to the preceding quarter. However, the Group recorded a profit before tax of RM1.92 million for the current quarter ended 30 November 2009 as compared to a profit before tax of RM0.16 million in the preceding quarter. The improvement was mainly due to the reduction in losses in Printed Circuit Board Assembly and Fabrication & Forging divisions which reported higher sales.

Compared to the first quarter of the financial year ended 31 August 2009, Group revenue increased by 16.64% to RM42.19 million. Improvement in revenue was due to increase in sales by the Precision Stamping & 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 had not provided any profit forecast for the current financial year ending 31 August 2010.

Notes on the quarterly report – 30 November 2009

B5. Tax expense

	Current Quarter 30.11.2009 RM' 000	Current year To date 30.11.2009 RM' 000
Current tax expense	812	812
Current deferred tax expense	-	-
Underprovision of deferred tax in prior year	-	-
	<u>812</u>	<u>812</u>

The effective tax rate is higher than the statutory tax rate of 25% mainly due to certain non-deductable expenses.

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 30 November 2009:

	Cost RM'000	Book Value RM'000	Market Value RM'000
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.

Notes on the quarterly report – 30 November 2009

B9. Group borrowings

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

	Secured RM'000	Unsecured RM'000	Total RM'000
Short term			
Bank overdrafts	1,508	-	1,508
Trust receipts, bankers' acceptance & revolving credit	5,640	-	5,640
Term loans	550	-	550
Hire purchase	1,953	-	1,953
	<hr/> 9,651	<hr/> -	<hr/> 9,651
Long term			
Terms loans	309	15,000	15,309
Hire purchase	4,605	-	4,605
	<hr/> 4,914	<hr/> 15,000	<hr/> 19,914
	<hr/> <hr/> 14,565	<hr/> <hr/> 15,000	<hr/> <hr/> 29,565

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 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 did not propose any dividend for the period under review.

Notes on the quarterly report – 30 November 2009

B13. Basic earnings per share

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

	Individual Current Year Quarter 30.11.09	Preceding Year Quarter 30.11.08	Cumulative Current Year to Date 30.11.09	Preceding Year to date 30.11.08
Profit/(Loss) attributable to equity holders of the parent (RM'000)	1,049	237	1,049	237
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)	1.07	0.24	1.07	0.24

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 28 January 2010.

By order of the Board

Ngiam Tong Kwan
Executive Chairman
Selangor
28 January 2010