

**BSL CORPORATION BERHAD**

(Company No. 651118-K)

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR THE QUARTER ENDED 31 AUGUST 2011**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31-Aug-11 RM'000	PRECEDING YEAR QUARTER 31-Aug-10 RM'000	CURRENT YEAR TO DATE 31-Aug-11 RM'000	PRECEDING YEAR TO DATE 31-Aug-10 RM'000
<b>Continuing Operations</b>				
Revenue	47,466	41,138	181,519	150,976
Operating profit	1,883	1,796	7,847	9,938
Interest expense	(424)	(297)	(1,489)	(1,777)
Interest income	46	56	137	123
Share of result of associate	150	-	686	(463)
Profit before tax	1,655	1,555	7,181	7,821
Income tax expense	(221)	1,413	(1,826)	(82)
Profit/(Loss) for the year from continuing operations	1,434	2,968	5,355	7,739
<b>Discontinued operations</b>				
Profit/(Loss) for the year from discontinued operations	(414)	198	2,019	1,054
<b>PROFIT FOR THE YEAR</b>	<b>1,020</b>	<b>3,166</b>	<b>7,374</b>	<b>8,793</b>
Attributable to:				
Equity holders of the parent				
Continuing Operations	1,434	2,968	5,355	7,739
Discontinuing Operations	(211)	100	1,030	536
	1,223	3,068	6,385	8,275
Minority interest	(203)	98	989	518
	1,020	3,166	7,374	8,793
Basic Earnings/(Loss) Per Share based on the weighted average number of shares in issue (Sen)				
Continuing Operations	1.46	3.03	5.46	7.90
Discontinuing Operations	(0.21)	0.10	1.06	0.54
	1.25	3.13	6.52	8.44

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 2010.

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

**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS**  
**AS AT 31 AUGUST 2011**

	As at 31-Aug-11 RM'000	As at 31-Aug-10 RM'000
<b>ASSETS</b>		
<b>Non current assets</b>		
Property, plant and equipment	60,925	57,047
Investment in an associate company	3,491	3,185
Other investments	-	2
Goodwill on consolidation	-	3,166
<b>Total non current assets</b>	<u>64,416</u>	<u>63,400</u>
<b>Current assets</b>		
Inventories	13,656	15,983
Receivables	30,531	37,276
Cash and bank balances	29,108	13,298
<b>Total current assets</b>	<u>73,295</u>	<u>66,557</u>
<b>Total assets</b>	<u><u>137,711</u></u>	<u><u>129,957</u></u>
<b>Equity and liabilities</b>		
<b>Capital and reserves</b>		
Share capital	49,000	49,000
Share premium	1,767	1,767
Treasury shares	(367)	(117)
Reserves	33,484	27,273
<b>Equity attributable to equity holders of the parent</b>	<u>83,884</u>	<u>77,923</u>
Minority Interest	4,684	2,475
<b>Total equity</b>	<u>88,568</u>	<u>80,398</u>
<b>Non current liabilities</b>		
Long term borrowings	13,002	15,203
Deferred taxation liabilities	1,900	2,052
<b>Total non current liabilities</b>	<u>14,902</u>	<u>17,255</u>
<b>Current liabilities</b>		
Payables	23,429	20,129
Short term borrowings	10,206	11,916
Tax liabilities	606	259
<b>Total current liabilities</b>	<u>34,241</u>	<u>32,304</u>
<b>Total liabilities</b>	<u>49,143</u>	<u>49,559</u>
<b>Total equity and liabilities</b>	<u><u>137,711</u></u>	<u><u>129,957</u></u>
Net Assets per share attributable to ordinary equity holders of the parent (RM)	<u>0.86</u>	<u>0.80</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 2010.

BSL CORPORATION BERHAD  
(Company No. 651118-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 AUGUST 2011

	<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		
<b>Balance as at 1 September 2010</b>	49,000	1,767	-	329	(117)	26,944	77,923	2,475	80,398
Profit for the period	-	-	-	-	-	6,385	6,385	989	7,374
Minority interest share of profit guarantee	-	-	-	-	-	-	-	1,220	1,220
Currency translation differences	-	-	-	(174)	-	-	(174)	-	(174)
Treasury shares	-	-	-	-	(250)	-	(250)	-	(250)
<b>Balance as at 31 August 2011</b>	<b>49,000</b>	<b>1,767</b>	<b>-</b>	<b>155</b>	<b>(367)</b>	<b>33,329</b>	<b>83,884</b>	<b>4,684</b>	<b>88,568</b>

	<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		
<b>Balance as at 1 September 2009</b>	49,000	1,767	185	(140)	(2)	18,485	69,295	1,596	70,891
Profit for the period	-	-	-	-	-	8,274	8,274	519	8,793
Dividend	-	-	-	-	-	-	-	-	-
Disposal of Leasehold Land	-	-	(185)	-	-	185	-	-	-
Minority interest share of profit guarantee	-	-	-	-	-	-	-	360	360
Currency translation differences	-	-	-	469	-	-	469	-	469
Treasury shares	-	-	-	-	(115)	-	(115)	-	(115)
<b>Balance as at 31 August 2010</b>	<b>49,000</b>	<b>1,767</b>	<b>-</b>	<b>329</b>	<b>(117)</b>	<b>26,944</b>	<b>77,923</b>	<b>2,475</b>	<b>80,398</b>

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 2010.

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

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**  
**FOR THE PERIOD ENDED 31 AUGUST 2011**

	31-Aug-11 RM'000	31-Aug-10 RM'000
<b>Cash flows from operating activities</b>		
Profit for the year	7,374	8,793
Adjustments for:		
Non-cash items	12,058	7,601
Non-operating items	<u>2,551</u>	<u>(928)</u>
Operating profit before working capital changes	21,983	15,466
(Increase)/Decrease in working capital:		
Inventories	2,328	(1,203)
Receivables	5,965	(1,099)
Payables	<u>3,301</u>	<u>(3,033)</u>
Cash generated from operations	33,577	10,131
Income tax (paid) / refund	<u>(1,308)</u>	<u>(1,635)</u>
<b>Net cash from / (used in) operating activities</b>	<u>32,269</u>	<u>8,496</u>
<b>Cash flows from investing activities</b>		
Interest received	137	123
Proceeds from disposal of property, plant and equipment	227	15,483
Purchase of property, plant and equipment	<u>(6,865)</u>	<u>(22,194)</u>
<b>Net cash from / (used in) investing activities</b>	<u>(6,501)</u>	<u>(6,588)</u>
<b>Cash flows from/(used in) financing activities</b>		
Net increase / (decrease) in bank borrowings	(8,538)	(5,064)
Dividend paid	-	-
Interest paid	(1,533)	(1,779)
Purchase of treasury share	<u>(249)</u>	<u>(116)</u>
<b>Net cash from financing activities</b>	<u>(10,320)</u>	<u>(6,959)</u>
Net increase / (decrease) in cash and cash equivalents	15,448	(5,051)
Cash and cash equivalents at beginning of financial year	<u>11,145</u>	<u>16,196</u>
Cash and cash equivalents at end of financial year	<u><u>26,593</u></u>	<u><u>11,145</u></u>
<b>Cash and cash equivalents at end of year comprise:</b>		
Cash and bank balances	13,701	10,035
Deposits in licensed banks	15,407	3,263
Bank overdrafts	<u>(1,762)</u>	<u>(1,420)</u>
	27,346	11,878
Less : Fixed deposit pledged to licensed bank	<u>(753)</u>	<u>(733)</u>
	<u><u>26,593</u></u>	<u><u>11,145</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 2010.

**Notes on the quarterly report – 31 August 2011**

**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 2010.

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 2010.

**A2. Comparatives**

The Group has applied FRS 5 Non-current Assets Held for Sale and Discontinued Operations and as required by FRS 5, certain comparatives of the Group have been re-presented due to discontinued operations during the current financial period. The following amounts have been restated in accordance with FRS 5:-

<b>12 months ended 31 August 2010</b>	<b>Previously stated RM'000</b>	<b>FRS 5 RM'000</b>	<b>Restated RM'000</b>
<b><u>Continuing Operations</u></b>			
Revenue	163,691	(12,715)	150,976
Operating Profit	11,367	(1,429)	9,938
Interest expenses	(1,779)	(2)	(1,777)
Interest income	123	-	123
Share of result of associate	(463)	-	(463)
Income tax expenses	(455)	(373)	(82)
Profit for the period	8,793	1,054	7,739
<b><u>Discontinued operations</u></b>			
Profit from discontinued operation	-	1,054	1,054

**A3. Qualification of annual financial statements**

There were no audit qualifications on the financial statements of the Company for the year ended 31 August 2010.

**A4. Seasonal and cyclical factors**

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

**Notes on the quarterly report – 31 August 2011**

**A5. 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.

**A6. Material changes in estimates**

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

**A7. 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.

**A8. Dividend paid**

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

**Notes on the quarterly report – 31 August 2011**

**A9 Segment information**

Segmental information from continuing operations 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	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External sales	-	131,325	36,729	13,465	-	181,519
Inter-segment sales	-	1	-	-	(1)	-
Total revenue	-	131,326	36,729	13,465	1	181,519
<b>Results</b>						
Segment results	(3,319)	11,462	(1,233)	937	-	7,847
Profit from operations						7,847
Interest expense						(1,489)
Interest income						137
Share of results of associate						686
Profit before tax						7,181
Income tax expense						(1,826)
Profit for the year from continued operations						5,355
Profit for the year from discontinued operation						2,019
<b>Profit for the year</b>						<b>7,374</b>
Attributable to:						
Equity holders of the parent						6,385
Minority interest						989
						7,374
						3

**Notes on the quarterly report – 31 August 2011**

**A10. 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 five 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.

**A11. Material events subsequent to the end of the interim period**

Save as disclosed below, there were no material events subsequent to the current financial year ended 31 August 2011 up to the date of this report, which are likely to substantially affect the results of the operations of the Group.

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

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

**A13. Discontinued Operations**

The revenue, results and cash flows of the subsidiaries which are classified as discontinued operations as follows :-

	Individual Quarter		Cumulative Quarter	
	Current year Quarter 31 Aug 2011 RM'000	Current year Quarter 31 Aug 2010 RM'000	Current year to Date 31 Aug 2011 RM'000	Current year to Date 31 Aug 2010 RM'000
Revenue	2,335	2,798	24,839	12,715
Operating Profit/(Loss)	(309)	331	2,750	1,429
Interest expenses	46	(2)	(22)	(2)
Income Tax	59	(131)	(709)	(373)
Profit/(Loss) for the period from discontinued operations	(414)	198	2,019	1,054
<b>The Cash flows attributable to the discontinued operations are as follows:</b>				
Operating cash flows			4,178	317
Investing cash flows			290	(7)
Financing cash flows			(195)	(139)
Total cash flows			4,273	131



Notes on the quarterly report – 31 August 2011

The major classes of assets and liabilities of the discontinued operations as at 31 August 2011 are as follows:

	Carrying amounts as at 31 August 2011 RM'000
<b>Assets</b>	
Trade & other receivables	661
Cash & Bank Balance	8,994
<b>Total assets</b>	<b>9,655</b>
<b>Liabilities</b>	
Other payables	44
Tax liabilities	53
<b>Total Liabilities</b>	<b>97</b>

**A14 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: Corporate guarantees amounting to RM21.45 million given by the Company to financial institutions for credit facilities granted to the subsidiary companies.

**A15. Capital commitments**

	Approved and contracted for RM'000	Approved but not contracted for for RM'000
Purchase of property, plant and machinery	11,935	-

**Notes on the quarterly report – 31 August 2011**

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

**B1. Review of performance**

For the year ended 31 August 2011, the Group achieved revenue of RM206.36 million and a profit after tax of RM7.37 million. During the year an impairment loss on goodwill of RM1.89 million was provided due to the cessation of operation of the automotive component division.

The Precision Stamping & Tooling Division contributed 63.64% of the total revenue, amounting to RM131.33 million; the Printed Circuit Board (“PCB”) and Module Assembly Division 17.80% or RM36.73 million; the Fabrication & Forging Division 6.53% or RM13.46 million; and the Automotive Component Division 12.03% or RM24.84 million.

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

Total Group revenue was at RM49.80 million, a decrease of 16.91% compared to the preceding quarter. The Group recorded a profit before tax of RM1.16 million for the current quarter ended 31 August 2011 as compared to a profit before tax of RM3.57 million in the preceding quarter. The reduction was mainly due to the poor performance in PCB & Module Assembly divisions and cessation of operations of Automotive Components division.

Compared to the fourth quarter of the financial year ended 31 August 2010, Group revenue increased by 13.35% to RM49.80 million. Improvement in revenue was due to increase in sales by the Precision Stamping & Tooling divisions.

**B3. Next year prospects**

The Board foresees the next year’s prospect to be challenging due to the uncertain global economics environment. Nevertheless, the Group will continue in its effort to reduce costs and improve productivity.

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

The Group had not provided any profit forecast for the current financial year ended 31 August 2011.

**B5. Tax expense**

	<b>Current Quarter 31.08.2011 RM' 000</b>	<b>Current year To date 31.08.2011 RM' 000</b>
Current tax expense	(576)	(2,332)
Current deferred tax expense	-	-
Overprovision of deferred tax in prior year	355	506
	(221)	(1,826)

The effective tax rate was higher than the statutory tax rate of 25% mainly because certain expenses were non-deductible.

**Notes on the quarterly report – 31 August 2011**

**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 August 2011:

	Cost RM'000	Book Value RM'000	Market Value RM'000
Total quoted shares	17	-	0.1

**B8. Status of corporate proposal announced**

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

**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
<b>Short term</b>			
Bank overdrafts	1,762	-	1,762
Trust receipts, bankers' acceptance & revolving credit	4,521	-	4,521
Term loans	1,471	-	1,471
Hire purchase	2,452	-	2,452
	<u>10,206</u>	<u>-</u>	<u>10,206</u>
<b>Long term</b>			
Terms loans	10,632	-	10,632
Hire purchase	2,370	-	2,370
	<u>13,002</u>	<u>-</u>	<u>13,002</u>
	<u>23,208</u>	<u>-</u>	<u>23,208</u>

*All borrowings are denominated in Ringgit Malaysia*

Notes on the quarterly report – 31 August 2011

**B10. Realised and unrealised profit/(loss) disclosure**

	<b>As at 31 August 2011 RM'000</b>
Total retained profit of BSL and its subsidiaries	
-Realised	36,394
-Unrealised	(2,224)
	-----
	34,170
Total retained profit from associated company	
-Realised	(686)
-Unrealised	-
	-----
	(686)
	-----
<b>Total group retained profits as per consolidated accounts</b>	<b>33,484</b>
	=====

**B11. 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.

**B12. Changes in material litigation**

Neither BSL nor any of its subsidiaries are engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the 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 the Company or any of its subsidiaries.

**B13. Dividends**

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

**Notes on the quarterly report – 31 August 2011**

**B14. 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 31.08.11</b>	<b>Preceding Year Quarter 31.08.10</b>	<b>Cumulative Current Year to Date 31.08.11</b>	<b>Preceding Year to date 31.08.10</b>
Profit/(Loss) attributable to equity holders of the parent from continuing operations (RM'000)	1,434	2,968	5,355	7,739
Profit/(Loss) attributable to equity holders of the parent from discontinued operations (RM'000)	(211)	100	1,030	536
Profit/(Loss) attributable to equity holders of the parent (RM'000)	1,223	3,068	6,385	8,275
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) for:				
Profit from continuing operations	1.46	3.03	5.46	7.90
Profit/(Loss) from discontinued operations	(0.21)	0.10	1.06	0.54
Total (sen)	1.25	3.13	6.52	8.44

**B15. Authorisation for issue**

This quarterly report was authorized for issue by the Board of Directors in accordance with the resolution of the directors on 27 October 2011.

By order of the Board

Ngiam Tee Wee  
 Executive Director  
 Selangor  
 27 October 2011