

BSL CORPORATION BERHAD
(Company No. 651118-K)

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE QUARTER ENDED 30 NOVEMBER 2011**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30-Nov-11 RM'000	PRECEDING YEAR QUARTER 30-Nov-10 RM'000	CURRENT YEAR TO DATE 30-Nov-11 RM'000	PRECEDING YEAR TO DATE 30-Nov-10 RM'000
Continuing Operations				
Revenue	48,079	44,897	48,079	44,897
Operating profit	4,048	3,534	4,048	3,534
Interest expense	(331)	(353)	(331)	(353)
Interest income	6	7	6	7
Share of result of associate	(200)	109	(200)	109
Profit before tax	3,523	3,297	3,523	3,297
Income tax expense	(465)	(504)	(465)	(504)
Profit/(Loss) for the year from continuing operations	3,058	2,793	3,058	2,793
Discontinued operations				
Profit/(Loss) for the year from discontinued operations	22	552	22	552
PROFIT FOR THE YEAR	3,080	3,345	3,080	3,345
Attributable to:				
Equity holders of the parent				
Continuing Operations	3,058	2,793	3,058	2,793
Discontinuing Operations	11	281	11	281
	3,069	3,074	3,069	3,074
Minority interest	11	271	11	271
	3,080	3,345	3,080	3,345
Basic Earnings/(Loss) Per Share based on the weighted average number of shares in issue (Sen)				
Continuing Operations	3.12	2.85	3.12	2.85
Discontinuing Operations	0.01	0.29	0.01	0.29
	3.13	3.14	3.13	3.14

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 2011.

BSL CORPORATION BERHAD
(Company No. 651118-K)

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS
AS AT 30 NOVEMBER 2011

	As at 30-Nov-11 RM'000	As at 31-Aug-11 RM'000
ASSETS		
Non current assets		
Property, plant and equipment	60,199	61,485
Investment in an associate company	3,671	3,871
Other investments	-	-
Goodwill on consolidation	-	-
Total non current assets	<u>63,870</u>	<u>65,356</u>
Current assets		
Inventories	13,196	13,656
Receivables	31,318	30,534
Cash and bank balances	32,433	29,109
Total current assets	<u>76,947</u>	<u>73,299</u>
Total assets	<u>140,817</u>	<u>138,655</u>
Equity and liabilities		
Capital and reserves		
Share capital	49,000	49,000
Share premium	1,767	1,767
Treasury shares	(367)	(367)
Reserves	36,808	33,685
Equity attributable to equity holders of the parent	<u>87,208</u>	<u>84,085</u>
Minority Interest	4,694	4,683
Total equity	<u>91,902</u>	<u>88,768</u>
Non current liabilities		
Long term borrowings	11,854	13,035
Deferred taxation liabilities	1,893	1,893
Total non current liabilities	<u>13,747</u>	<u>14,928</u>
Current liabilities		
Payables	25,355	24,074
Short term borrowings	9,348	10,267
Tax liabilities	465	618
Total current liabilities	<u>35,168</u>	<u>34,959</u>
Total liabilities	<u>48,915</u>	<u>49,887</u>
Total equity and liabilities	<u>140,817</u>	<u>138,655</u>
Net Assets per share attributable to ordinary equity holders of the parent (RM)	<u>0.89</u>	<u>0.86</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 2011.

BSL CORPORATION BERHAD
(Company No. 651118-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 NOVEMBER 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		
Balance as at 1 September 2011	49,000	1,767	-	531	(367)	33,154	84,085	4,683	88,768
Profit for the period	-	-	-	-	-	3,069	3,069	11	3,080
Minority Interest share of profit guarantee	-	-	-	-	-	-	-	-	-
Currency translation differences	-	-	-	54	-	-	54	-	54
Treasury shares	-	-	-	-	-	-	-	-	-
Balance as at 30 November 2011	49,000	1,767	-	585	(367)	36,223	87,208	4,694	91,902

	<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 2010	49,000	1,767	-	329	(117)	26,944	77,923	2,475	80,398
Profit for the period	-	-	-	-	-	3,074	3,074	271	3,345
Currency translation differences	-	-	-	39	-	-	39	-	39
Balance as at 30 November 2010	49,000	1,767	-	368	(117)	30,018	81,036	2,746	83,782

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 2011.

BSL CORPORATION BERHAD
(Company No. 651118-K)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE PERIOD ENDED 30 NOVEMBER 2011

	30-Nov-11 RM'000	30-Nov-10 RM'000
Cash flows from operating activities		
Profit for the year	3,080	3,345
Adjustments for:		
Non-cash items	2,391	1,739
Non-operating items	1,130	2,049
	<u>6,601</u>	<u>7,133</u>
Operating profit before working capital changes	6,601	7,133
(Increase)/Decrease in working capital:		
Inventories	460	(529)
Receivables	(1,895)	(5,702)
Payables	1,281	2,520
	<u>6,447</u>	<u>3,422</u>
Cash generated from operations	6,447	3,422
Income tax (paid) / refund	(245)	(199)
Net cash from / (used in) operating activities	<u>6,202</u>	<u>3,223</u>
Cash flows from investing activities		
Interest received	47	-
Proceeds from disposal of property, plant and equipment	-	5
Purchase of property, plant and equipment	(494)	(615)
	<u>(447)</u>	<u>(610)</u>
Net cash from / (used in) investing activities	<u>(447)</u>	<u>(610)</u>
Cash flows from/(used in) financing activities		
Net increase / (decrease) in bank borrowings	(1,446)	220
Dividend paid	-	-
Interest paid	(331)	(359)
Purchase of treasury share	-	-
	<u>(1,777)</u>	<u>(139)</u>
Net cash from financing activities	<u>(1,777)</u>	<u>(139)</u>
Net increase / (decrease) in cash and cash equivalents	3,978	2,474
Cash and cash equivalents at beginning of financial year	26,594	11,145
Cash and cash equivalents at end of financial year	<u>30,572</u>	<u>13,619</u>
Cash and cash equivalents at end of year comprise:		
Cash and bank balances	13,589	12,134
Deposits in licensed banks	18,844	3,262
Bank overdrafts	(1,108)	(1,044)
	<u>31,325</u>	<u>14,352</u>
Less : Fixed deposit pledged to licensed bank	(753)	(733)
	<u>30,572</u>	<u>13,619</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 2011.

Notes on the quarterly report – 30 November 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 2011.

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 2011.

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:-

3 months ended 30 November 2010	Previously stated RM’000	FRS 5 RM’000	Restated RM’000
<u>Continuing Operations</u>			
Revenue	49,795	(4,898)	44,897
Operating Profit	4,277	(743)	3,534
Interest expenses	(359)	(6)	(353)
Interest income	7	-	7
Share of result of associate	109	-	109
Income tax expenses	(689)	(183)	(504)
Profit for the period	3,345	552	2,793
<u>Discontinued operations</u>			
Profit from discontinued operation	-	552	552

A3. Qualification of annual financial statements

There were no audit qualifications on the financial statements of the Company for the year ended 31 August 2011.

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 – 30 November 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 – 30 November 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	-	32,469	13,103	2,507	-	48,079
Inter-segment sales	-	-	-	-	-	-
Total revenue	-	32,469	13,103	2,507	-	48,079
Results						
Segment results	(100)	2,555	1,735	(142)	-	4,048
Profit from operations						4,048
Interest expense						(331)
Interest income						6
Share of results of associate						(200)
Profit before tax						3,523
Income tax expense						(465)
Profit for the year from continued operations						3,058
Profit for the year from discontinued operation						22
Profit for the year						3,080
Attributable to:						
Equity holders of the parent						3,069
Minority interest						11
						3,080
						3

Notes on the quarterly report – 30 November 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 30 Nov 2011 RM'000	Current year Quarter 30 Nov 2010 RM'000	Current year to Date 30 Nov 2011 RM'000	Current year to Date 30 Nov 2010 RM'000
Revenue	-	4,898	-	4,898
Operating Profit/(Loss)	(19)	743	(19)	743
Interest expenses	-	(6)	-	(6)
Interest income	41	-	41	-
Income Tax	-	(183)	-	(183)
Profit/(Loss) for the period from discontinued operations	22	552	22	552
The Cash flows attributable to the discontinued operations are as follows:				
Operating cash flows			258	408
Investing cash flows			-	-
Financing cash flows			41	(7)
Total cash flows			299	401

Notes on the quarterly report – 30 November 2011

The major classes of assets and liabilities of the discontinued operations as at 30 November 2011 are as follows:

	Carrying amounts as at 30 November 2011 RM'000
Assets	
Trade & other receivables	321
Cash & Bank Balance	9,293
Total assets	9,614
Liabilities	
Other payables	40
Tax liabilities	-
Total Liabilities	40

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 RM'000
Purchase of property, plant and machinery	10,981	-

Notes on the quarterly report – 30 November 2011

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

B1. Review of performance

For the quarter ended 30 November 2011, the Group achieved revenue of RM48.08 million and a profit after tax of RM3.06 million.

The Precision Stamping & Tooling Division contributed 67.53% of the total revenue, amounting to RM32.47 million; the Printed Circuit Board (“PCB”) and Module Assembly Division 27.25% or RM13.10 million; the Fabrication & Forging Division 5.21% or RM2.51 million.

B2. Variation of results against preceding quarter

Total Group revenue was at RM48.08 million, an increase of 1.29% compared to the preceding quarter. The Group recorded a profit before tax of RM3.52 million for the current quarter ended 30 November 2011 as compared to a profit before tax of RM1.16 million in the preceding quarter. The improvement was mainly due to the good performance in the PCB & Module Assembly divisions.

Compared to the first quarter of the financial year ended 31 August 2011, Group revenue increased by 7.09% to RM48.08 million. Improvement in revenue was mainly contributed by the PCB & Module Assembly division and to a lesser extent by the Precision Stamping and Tooling Division.

B3. Current year prospects

The Board foresees the current 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

	Current Quarter 30.11.2011 RM' 000	Current year To date 30.11.2011 RM' 000
Current tax expense	(465)	(465)
Current deferred tax expense	-	-
Overprovision of deferred tax in prior year	-	-
	<u>(465)</u>	<u>(465)</u>

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

Notes on the quarterly report – 30 November 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

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

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
Short term			
Bank overdrafts	1,108	-	1,108
Trust receipts, bankers' acceptance & revolving credit	4,197	-	4,197
Term loans	1,467	-	1,467
Hire purchase	2,576	-	2,576
	<hr/>		<hr/>
	9,348	-	9,348
Long term			
Terms loans	10,269	-	10,269
Hire purchase	1,585	-	1,585
	<hr/>		<hr/>
	11,854	-	11,854
	<hr/>		<hr/>
	21,202	-	21,202

All borrowings are denominated in Ringgit Malaysia

Notes on the quarterly report – 30 November 2011

B10. Realised and unrealised profit/(loss) disclosure

	As at 30 November 2011 RM'000
Total retained profit of BSL and its subsidiaries	
-Realised	39,866
-Unrealised	(2,428)

	37,438
Total retained profit from associated company	
-Realised	(630)
-Unrealised	-

	(686)

Total group retained profits as per consolidated accounts	36,808
	=====

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 – 30 November 2011

B14. 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 30.11.11	Preceding Year Quarter 30.11.10	Cumulative Current Year to Date 30.11.11	Preceding Year to date 30.11.10
Profit/(Loss) attributable to equity holders of the parent from continuing operations (RM'000)	3,058	2,793	3,058	2,793
Profit/(Loss) attributable to equity holders of the parent from discontinued operations (RM'000)	11	281	11	281
Profit/(Loss) attributable to equity holders of the parent (RM'000)	3,069	3,074	3,069	3,074
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	3.12	2.85	3.12	2.85
Profit/(Loss) from discontinued operations	0.01	0.29	0.01	0.29
Total (sen)	3.13	3.14	3.13	3.14

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 30 January 2012.

By order of the Board

Ngiam Tong Kwan
Executive Chairman
Selangor
30 January 2012