

BSL CORPORATION BERHAD
(Company No. 651118-K)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FOURTH QUARTER ENDED 31 AUGUST 2012**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31-Aug-12 RM'000	PRECEDING YEAR QUARTER 31-Aug-11 RM'000	CURRENT YEAR TO DATE 31-Aug-12 RM'000	PRECEDING YEAR TO DATE 31-Aug-11 RM'000
Continuing Operations				
Revenue	30,785	47,466	146,534	181,519
Cost of sales	(28,048)	(41,578)	(133,225)	(162,526)
Gross profit	2,737	5,888	13,309	18,993
Other Income	1,202	449	1,504	722
Other expenses	(3,653)	(4,582)	(9,552)	(11,996)
Results from operating activities	286	1,755	5,261	7,719
Interest expense	(363)	(479)	(1,329)	(1,544)
Interest income	210	47	237	138
Share of result of associate	(36)	150	(661)	686
Profit/ (Loss) before tax	97	1,473	3,508	6,999
Income tax expense	(1,041)	(214)	(1,788)	(1,819)
Profit/(Loss) for the year from continuing operations	(944)	1,259	1,720	5,180
Discontinued operations				
Profit for the year from discontinued operations	27	(416)	82	2,017
Profit / (Loss) for the year	(917)	843	1,802	7,197
Other comprehensive income:				
Exchange differences on translation of foreign operations	74	39	52	202
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	(843)	882	1,854	7,399
Profit attributable to :				
Equity holders of the company	(930)	1,047	1,762	6,209
Non-controlling interest	13	(204)	40	988
	(917)	843	1,802	7,197
Total comprehensive income attributable to :				
Equity holders of the company	(856)	1,086	1,814	6,411
Non-controlling interest	13	(204)	40	988
	(843)	882	1,854	7,399
Basic Earnings/(Loss) Per Share based on the weighted average				
number of shares in issue (Sen)				
Continuing Operations	(0.96)	1.28	1.76	5.34
Discontinuing Operations	0.01	(0.22)	0.04	1.05
	(0.95)	1.06	1.80	6.39

Notes:

The Unaudited Condensed Consolidated Statements Of Comprehensive Income 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 STATEMENTS OF FINANCIAL POSITION
AS OF 31 AUGUST 2012

	Note	As at 31-Aug-12 RM'000	As at 31-Aug-11 RM'000
ASSETS			
Non current assets			
Property, plant and equipment		69,477	61,485
Investment in an associate company		2,325	3,871
Total non current assets		<u>71,802</u>	<u>65,356</u>
Current assets			
Inventories		12,084	13,656
Trade receivables		19,858	27,924
Other receivables		3,838	2,610
Cash and bank balances		31,164	29,109
Total current assets		<u>66,944</u>	<u>73,299</u>
Total assets		<u>138,746</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		38,927	33,685
Equity attributable to equity holders of the parent		<u>89,327</u>	<u>84,085</u>
Non-controlling interest		4,724	4,683
Total equity		<u>94,051</u>	<u>88,768</u>
Non current liabilities			
Long term borrowings		17,016	13,035
Deferred taxation liabilities		1,874	1,893
Total non current liabilities		<u>18,890</u>	<u>14,928</u>
Current liabilities			
Trade payables		14,505	19,692
Other payables		2,371	4,382
Short term borrowings		8,929	10,267
Tax liabilities		-	618
Total current liabilities		<u>25,805</u>	<u>34,959</u>
Total liabilities		<u>44,695</u>	<u>49,887</u>
Total equity and liabilities		<u>138,746</u>	<u>138,655</u>
Net Assets per share attributable to ordinary equity holders of the parent (RM)		<u>0.91</u>	<u>0.86</u>

Notes :

The Unaudited Condensed Consolidated Statements Of Financial Position should be read in conjunction with the Annual Financial Statements of BSL Corporation Berhad for the financial year ended 31 August 2011.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 AUGUST 2012

	31-Aug-12 RM'000	31-Aug-11 RM'000
Cash flows from operating activities		
Profit for the year	1,802	7,198
Adjustments for:		
Non-cash items	13,768	11,184
Non-operating items	1,023	1,571
Operating profit before working capital changes	16,593	19,953
(Increase)/Decrease in working capital:		
Inventories	1,572	2,328
Receivables	5,890	2,545
Payables	(7,199)	3,946
Cash generated from operations	16,856	28,772
Income tax (paid) / refund	(1,504)	(1,710)
Net cash from / (used in) operating activities	15,352	27,062
Cash flows from investing activities		
Interest received	237	138
Proceeds from disposal of property, plant and equipment	99	3,009
Proceeds from profit guarantee received	-	2,489
Purchase of property, plant and equipment	(14,550)	(7,234)
Net cash from / (used in) investing activities	(14,214)	(1,598)
Cash flows from/(used in) financing activities		
Net increase / (decrease) in bank borrowings	2,605	(8,449)
Interest paid	(1,329)	(1,566)
Purchase of treasury share	-	(249)
Net cash from financing activities	1,276	(10,264)
Net increase / (decrease) in cash and cash equivalents	2,414	15,200
Effect of changes in foreign currency translation reserves	35	249
Cash and cash equivalents at beginning of financial year	26,594	11,145
Cash and cash equivalents at end of financial year	<u>29,043</u>	<u>26,594</u>
Cash and cash equivalents at end of year comprise:		
Cash and bank balances	11,551	13,207
Deposits in licensed banks	19,614	15,902
Bank overdrafts	(1,366)	(1,762)
	29,799	27,347
Less : Fixed deposit pledged to licensed bank	(753)	(753)
	<u>29,046</u>	<u>26,594</u>

Notes :

The Unaudited Condensed Consolidated Statement Of Cash Flow 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 – 31 August 2012

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. Qualification of annual financial statements

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

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 were 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.

A8. Dividend paid

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

Notes on the quarterly report – 31 August 2012

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	-	99,546	38,020	8,968	-	146,534
Inter-segment sales	1,500	-	-	125	(1,625)	-
Total revenue	1,500	99,546	38,020	9,093	(1,625)	146,534
Results						
Segment results	1,509	4,951	1,627	(634)	(2,192)	5,261
Profit from operations						5,261
Interest expense						(1,329)
Interest income						237
Share of results of associate						(661)
Profit before tax						3,508
Income tax expense						(1,788)
Profit for the year from continued operations						1,720
Profit for the year from discontinued operation						82
Profit for the year						1,802
Attributable to:						
Equity holders of the parent						1,762
Minority interest						40
						1,802

Notes on the quarterly report – 31 August 2012

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 2012.

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. Beside the event below:

Crestronics (M) Sdn Bhd, a wholly-owned subsidiary of Company, has on 20th September 2012, incorporated a 52% owned subsidiary know as Crestronics Greentech Sdn Bhd

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 August 2012 RM'000	Current year Quarter 31 August 2011 RM'000	Current year to Date 31 August 2012 RM'000	Current year to Date 31 August 2011 RM'000
Revenue	-	2,335	-	24,839
Operating Profit/(Loss)	(12)	(309)	(65)	2,754
Interest expenses	-	46	-	(22)
Interest income	52	-	196	-
Income Tax	(10)	59	(46)	(715)
Profit/(Loss) for the period from discontinued operations	27	(414)	82	2,017
The Cash flows attributable to the discontinued operations are as follows:				
Operating cash flows			(64)	6,082
Investing cash flows			-	113
Financing cash flows			716	1,709
Total cash flows			652	7,904

Notes on the quarterly report – 31 August 2012

The major classes of assets and liabilities of the discontinued operations as at 31 August 2012 are as follows:

	Carrying amounts as at 31 August 2012 RM'000
Assets	
Other receivables	150
Cash & Bank Balance	9,646
Total assets	9,796
Liabilities	
Other payables	55
Tax liabilities	58
Total Liabilities	113

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	3,200	-

Notes on the quarterly report – 31 August 2012

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

B1. Review of performance

For the quarter ended 31 August 2012, the Group achieved revenue of RM30.78 million and a loss after tax of RM1.08 million, compared to a profit after tax of RM1.26 million for the corresponding quarter last year.

For the year ended 31 August 2012, the Group achieved revenue of RM146.53 million and a profit after tax of RM1.72 million. The performance of each operating segment is as follows:

Precision stamping & tooling segment

This segment recorded a revenue of RM99.55 million and a profit of RM2.32million for the financial period ended 31 August 2012 as compared to a revenue of RM131.33 million and a profit of RM8.24million for the corresponding period last year.

The decline in revenue was mainly due to slowdown in customers' order particularly for components for LCD TV and panel for TV.

Printed circuit board ("PCB") & module assembly segment

This segment recorded a revenue of RM38.02 million and a profit of RM0.68 million for the financial period ended 31 August 2012 as compared to a revenue of RM36.73 million and a loss of RM2.23 million for the corresponding period last year. The increase in revenue was mainly due to increase in customers order from AV receiver, blue ray player and TFT LCD Panels for small size devices.

Fabrication & forging segment

This segment recorded a revenue of RM9.09 million and a loss of RM0.70 million for the financial period ended 31 August 2012 as compared to a revenue of RM13.47 million and a profit of RM0.69 million for the corresponding period last year.

The decline in revenue was mainly due to slowdown in customer order from steel forging parts for automotive industries and brass forging parts in air conditioner.

B2. Variation of results against preceding quarter

Total Group revenue was at RM30.79 million, a decrease of 7.34% compared to the preceding quarter. The Group recorded a profit before tax of RM0.1 million for the current quarter ended 31 August 2012 as compared to a loss before tax of RM0.61 million in the preceding quarter. The improved in profit before tax was mainly due to cost down activity.

The reduction in revenue was mainly due to generally lower orders from client involved in manufacturing of electrical & electronic goods.

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 to improve productivity.

Notes on the quarterly report – 31 August 2012

B4. Variance of actual and forecast profit

The Group had not provided any profit forecast for the current financial year ended 31 August 2012.

B5. Profit/(Loss) for the period

Profit/(loss) for the period is arrived at after charging/(crediting):-	Current Quarter 31.08.2012 RM'000	Current year To date 31.08.2012 RM'000
Depreciation of property, plant & equipment	1,763	6,950
Finance cost	362	1,329
Loss/(Gain) on disposal of property, plant & equipment	-	(99)
Net foreign exchange loss/(gain)	76	98
Interest income	(209)	(237)

B6. Tax expense

	Current Quarter 31.08.2012 RM' 000	Current year To date 31.08.2012 RM' 000
Current tax expense	(1,034)	(1,807)
Current deferred tax expense	(18)	(19)
Overprovision of deferred tax in prior year	11	38
	<u>(1,041)</u>	<u>(1,788)</u>

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

B7. 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.

B8. Quoted and marketable investments

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

B9. 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 – 31 August 2012

B10. 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	1,366	-	1,366
Trust receipts, bankers' acceptance & revolving credit	3,451	-	3,451
Term loans	2,194	-	2,194
Hire purchase	1,918	-	1,918
	8,929	-	8,929
Long term			
Terms loans	16,089	-	16,089
Hire purchase	927	-	927
	17,016	-	17,016
	25,945	-	25,945

All borrowings are denominated in Ringgit Malaysia

B11. Realised and unrealised profit/(loss) disclosure

	As at 31 August 2012 RM'000
Total retained profit of BSL and its subsidiaries	
-Realised	35,568
-Unrealised	(1,453)
	34,115
Total retained profit from associated company	
-Realised	(661)
-Unrealised	-
	(661)
Total group retained profits as per consolidated accounts	34,776

Notes on the quarterly report – 31 August 2012

B12. 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.

B13. 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.

B14. Dividends

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

B15. 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 31.08.12	Preceding Year Quarter 31.08.11	Cumulative Current Year to Date 31.08.12	Preceding Year to date 31.08.11
Profit/(Loss) attributable to equity holders of the parent from continuing operations (RM'000)	(944)	1,259	1,720	5,180
Profit/(Loss) attributable to equity holders of the parent from discontinued operations (RM'000)	14	(212)	42	1,029
Profit/(Loss) attributable to equity holders of the parent (RM'000)	(930)	1,047	1,762	6,209
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	0.01	(0.22)	0.04	1.05
Profit/(Loss) from discontinued operations				
Total (sen)	(0.95)	1.06	1.80	6.39

Notes on the quarterly report – 31 August 2012

B16. Authorisation for issue

This quarterly report was authorized for issue by the Board of Directors in accordance with the resolution of the directors on 29 October 2012.

By order of the Board

Ngiam Tong Kwan
Executive Chairman
Selangor
29 October 2012