

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 31 MAY 2013**

|  | INDIVIDUAL QUARTER                                |   | CUMULATIVE QUARTER                                |   |
|--|---|---|---|---|
|  | CURRENT<br>YEAR<br>QUARTER<br>31-May-13<br>RM'000 | PRECEDING<br>YEAR<br>QUARTER<br>31-May-12<br>RM'000 | CURRENT<br>YEAR<br>TO DATE<br>31-May-13<br>RM'000 | PRECEDING<br>YEAR<br>TO DATE<br>31-May-12<br>RM'000 |
| <b>Continuing Operations</b>   |   |   |   |   |
| Revenue  | 27,980  | 33,232  | 86,906  | 115,749   |
| Cost of sales  | (26,691)  | (31,363)  | (82,286)  | (105,175)   |
| <b>Gross profit</b>  | <u>1,289</u>                                      | <u>1,869</u>  | <u>4,620</u>                                      | <u>10,574</u>                                       |
| Other Income   | 447   | 181   | 511   | 301   |
| Other expenses   | (2,287)   | (2,272)   | (5,535)   | (5,900)   |
| <b>Results from operating activities</b>                             | <u>(551)</u>                                      | <u>(222)</u>  | <u>(404)</u>                                      | <u>4,975</u>  |
| Interest expense   | (105)   | (280)   | (870)   | (967)   |
| Interest income  | 86  | 9   | 248   | 28  |
| Share of result of associate   | (536)   | (112)   | (880)   | (625)   |
| <b>Profit/ (Loss) before tax</b>                                     | <u>(1,106)</u>                                    | <u>(605)</u>  | <u>(1,906)</u>                                    | <u>3,411</u>  |
| Income tax expense   | 12  | (10)  | 20  | (746)   |
| <b>Profit/(Loss) for the year from continuing operations</b>         | <u>(1,094)</u>                                    | <u>(615)</u>  | <u>(1,886)</u>                                    | <u>2,665</u>  |
| <b>Discontinued operations</b>                                       |   |   |   |   |
| Profit for the year from discontinued operations                     | -   | 28  | -   | 55  |
| <b>Profit / (Loss) for the year</b>                                  | <u>(1,094)</u>                                    | <u>(587)</u>  | <u>(1,886)</u>                                    | <u>2,720</u>  |
| <b>Other comprehensive income:</b>                                   |   |   |   |   |
| Exchange differences on translation of foreign operations            | 189   | (5)   | (163)   | (22)  |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>                       | <u>(905)</u>                                      | <u>(592)</u>  | <u>(2,049)</u>                                    | <u>2,698</u>  |
| Profit attributable to :   |   |   |   |   |
| Equity holders of the company  | (1,107)   | (601)   | (1,961)   | 2,693   |
| Non-controlling interest   | 13  | 14  | 75  | 27  |
|  | <u>(1,094)</u>                                    | <u>(587)</u>  | <u>(1,886)</u>                                    | <u>2,720</u>  |
| Total comprehensive income attributable to :                         |   |   |   |   |
| Equity holders of the company  | (918)   | (606)   | (2,124)   | 2,671   |
| Non-controlling interest   | 13  | 14  | 75  | 27  |
|  | <u>(905)</u>                                      | <u>(592)</u>  | <u>(2,049)</u>                                    | <u>2,698</u>  |
| <b>Basic Earnings/(Loss) Per Share based on the weighted average</b> |   |   |   |   |
| number of shares in issue (Sen)                                      |   |   |   |   |
| Continuing Operations  | (1.14)  | (0.63)  | (2.02)  | 2.72  |
| Discontinuing Operations   | -   | 0.01  | -   | 0.03  |
|  | <u>(1.14)</u>                                     | <u>(0.61)</u>                                       | <u>(2.02)</u>                                     | <u>2.75</u>   |

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 2012.

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS OF 31 MAY 2013**

|   | Note | As at<br>31-May-13<br>RM'000 | As at<br>31-Aug-12<br>RM'000<br>(Restated) |
|---|------|------------------------------|--|
| <b>ASSETS</b>   |      |                              |  |
| <b>Non current assets</b>   |      |                              |  |
| Property, plant and equipment   |      | 69,091                       | 65,398                                     |
| Investment in an associate company  |      | 1,904                        | 2,849                                      |
| <b>Total non current assets</b>   |      | <u>70,995</u>                | <u>68,247</u>                              |
| <b>Current assets</b>   |      |                              |  |
| Inventories   |      | 10,504                       | 12,084                                     |
| Trade receivables   |      | 16,398                       | 19,858                                     |
| Other receivables   |      | 2,064                        | 3,849                                      |
| Cash and bank balances  |      | 30,069                       | 31,165                                     |
| <b>Total current assets</b>   |      | <u>59,035</u>                | <u>66,956</u>                              |
| <b>Total assets</b>   |      | <u>130,030</u>               | <u>135,203</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   |      | (387)                        | (367)                                      |
| Reserves  |      | 32,495                       | 35,308                                     |
| <b>Equity attributable to equity holders of the parent</b>                      |      | <u>82,875</u>                | <u>85,708</u>                              |
| Non-controlling interest  |      | 4,796                        | 4,720                                      |
| <b>Total equity</b>   |      | <u>87,671</u>                | <u>90,428</u>                              |
| <b>Non current liabilities</b>  |      |                              |  |
| Long term borrowings  |      | 19,584                       | 17,135                                     |
| Deferred taxation liabilities   |      | 1,999                        | 1,874                                      |
| <b>Total non current liabilities</b>  |      | <u>21,583</u>                | <u>19,009</u>                              |
| <b>Current liabilities</b>  |      |                              |  |
| Trade payables  |      | 10,803                       | 14,504                                     |
| Other payables  |      | 2,214                        | 2,450                                      |
| Short term borrowings   |      | 7,759                        | 8,812                                      |
| Tax liabilities   |      | -                            | -  |
| <b>Total current liabilities</b>  |      | <u>20,776</u>                | <u>25,766</u>                              |
| <b>Total liabilities</b>  |      | <u>42,359</u>                | <u>44,775</u>                              |
| <b>Total equity and liabilities</b>   |      | <u>130,030</u>               | <u>135,203</u>                             |
| Net Assets per share attributable to ordinary equity holders of the parent (RM) |      | <u>0.85</u>                  | <u>0.87</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 2012.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 MAY 2013

|  | Non-distributable          |                            |                                  |   | Distributable                |                              |  | Total<br>RM'000 |
|--|----------------------------|----------------------------|----------------------------------|---|------------------------------|------------------------------|--|-----------------|
|  | Share<br>Capital<br>RM'000 | Share<br>Premium<br>RM'000 | Revaluation<br>Reserve<br>RM'000 | Foreign currency<br>translation reserve<br>RM'000 | Treasury<br>Shares<br>RM'000 | Retained<br>Profit<br>RM'000 | Attributable<br>to Equity Holders<br>of the Parent<br>RM'000 |                 |
| <b>Balance as at 1 September 2012 (restated)</b>                         | 49,000                     | 1,767                      | -                                | 326   | (367)                        | 34,857                       | 85,583   | 90,304          |
| Share of profit guarantee by non-controlling interest<br>Treasury shares | -                          | -                          | -                                | -   | -                            | -                            | -  | -               |
| Revalue of freehold land & building                                      | -                          | -                          | -                                | -   | (20)                         | -                            | (20)   | (20)            |
| Profit for the period  | -                          | -                          | -                                | (727)   | -                            | (1,961)                      | (2,688)  | (2,613)         |
| Other comprehensive income for the period                                | -                          | -                          | -                                | -   | -                            | -                            | -  | -               |
| Total comprehensive income for the period                                | -                          | -                          | -                                | (727)   | -                            | (1,961)                      | (2,688)  | (2,613)         |
| <b>Balance as at 31 May 2013</b>   | 49,000                     | 1,767                      | -                                | (401)   | (387)                        | 32,896                       | 82,875   | 87,671          |

|  | Non-distributable          |                            |                                  |   | Distributable                |                              |  | Total<br>RM'000 |
|--|----------------------------|----------------------------|----------------------------------|---|------------------------------|------------------------------|--|-----------------|
|  | Share<br>Capital<br>RM'000 | Share<br>Premium<br>RM'000 | Revaluation<br>Reserve<br>RM'000 | Foreign currency<br>translation reserve<br>RM'000 | Treasury<br>Shares<br>RM'000 | Retained<br>Profit<br>RM'000 | Attributable<br>to Equity Holders<br>of the Parent<br>RM'000 |                 |
| <b>Balance as at 1 September 2011</b>                                    | 49,000                     | 1,767                      | -                                | 531   | (367)                        | 33,154                       | 84,085   | 88,768          |
| Share of profit guarantee by non-controlling interest<br>Treasury shares | -                          | -                          | -                                | -   | -                            | -                            | -  | -               |
| Profit for the period  | -                          | -                          | -                                | -   | -                            | 2,693                        | 2,693  | 2,720           |
| Currency translation difference  | -                          | -                          | -                                | 55  | -                            | -                            | 55   | 55              |
| Total comprehensive income for the period                                | -                          | -                          | -                                | 55  | -                            | 2,693                        | 2,748  | 2,775           |
| <b>Balance as at 31 May 2012</b>   | 49,000                     | 1,767                      | -                                | 586   | (367)                        | 35,847                       | 86,833   | 91,543          |

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 2012.

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 31 MAY 2013**

|   | 31-May-13<br>RM'000  | 31-May-12<br>RM'000  |
|---|----------------------|----------------------|
| <b>Cash flows from operating activities</b>               |                      |                      |
| Profit for the year                                       | (1,886)              | 2,720                |
| Adjustments for:  |                      |                      |
| Non-cash items  | 2,155                | 6,697                |
| Non-operating items                                       | 1,679                | 1,537                |
|   | <u>1,948</u>         | <u>10,954</u>        |
| Operating profit before working capital changes           | 1,948                | 10,954               |
| (Increase)/Decrease in working capital:                   |                      |                      |
| Inventories   | 1,580                | 2,603                |
| Receivables   | 4,250                | 5,995                |
| Payables  | (3,938)              | (10,138)             |
|   | <u>3,840</u>         | <u>9,414</u>         |
| Cash generated from operations                            | 3,840                | 9,414                |
| Income tax (paid) / refund                                | (735)                | (245)                |
|   | <u>3,105</u>         | <u>9,169</u>         |
| <b>Net cash from / (used in) operating activities</b>     | <u>3,105</u>         | <u>9,169</u>         |
| <b>Cash flows from investing activities</b>               |                      |                      |
| Interest received   | 248                  | 172                  |
| Proceeds from disposal of property, plant and equipment   | -                    | 99                   |
| Proceeds from profit guarantee received                   | -                    | -                    |
| Purchase of property, plant and equipment                 | (4,136)              | (8,569)              |
|   | <u>(3,888)</u>       | <u>(8,298)</u>       |
| <b>Net cash from / (used in) investing activities</b>     | <u>(3,888)</u>       | <u>(8,298)</u>       |
| <b>Cash flows from/(used in) financing activities</b>     |                      |                      |
| Net increase / (decrease) in bank borrowings              | (786)                | 2,424                |
| Interest paid   | (870)                | (966)                |
| Purchase of treasury share                                | (20)                 | -                    |
|   | <u>(1,676)</u>       | <u>1,458</u>         |
| <b>Net cash from financing activities</b>                 | <u>(1,676)</u>       | <u>1,458</u>         |
| Net increase / (decrease) in cash and cash equivalents    | (2,459)              | 2,329                |
| Cash and cash equivalents at beginning of financial year  | <u>29,045</u>        | <u>26,594</u>        |
| Cash and cash equivalents at end of financial year        | <u><u>26,586</u></u> | <u><u>28,923</u></u> |
| <b>Cash and cash equivalents at end of year comprise:</b> |                      |                      |
| Cash and bank balances                                    | 11,449               | 11,927               |
| Deposits in licensed banks                                | 18,620               | 19,308               |
| Bank overdrafts   | (2,880)              | (1,559)              |
|   | <u>27,189</u>        | <u>29,676</u>        |
| Less : Fixed deposit pledged to licensed bank             | (603)                | (753)                |
|   | <u><u>26,586</u></u> | <u><u>28,923</u></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 2012.

**Notes on the quarterly report – 31 May 2013**

**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 2012.

For the periods up to and including the financial year ended 31 August 2012, the Group prepared its financial statements in accordance with Financial Reporting Standards (“FRS”). This report is the Group’s first MFRS compliant condensed consolidated interim financial statements and hence MFRS 1: First-Time Adoption of Malaysia Financial Reporting Standards (“MFRS 1”) has been applied. The date of transition to the MFRS frameworks is 1 January 2012. At the beginning of current reporting period or 1 September 2012, the Group reviewed its accounting policies and considered the transitional opportunities under MFRS 1. The change of the transition from FRS to MFRS is described in Note A2.

The condensed consolidated interim financial statements should also be read in conjunction with the audited consolidated financial statements of the Group for the financial year ended 31 August 2012. These explanatory notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the change in the financial position and performance of the Group since the last financial year ended 31 August 2012.

The supplementary information set out in Note B11, which is not part of the financial statements, is disclosed in accordance with the Guidance of Special Matter No.1, Determination of Realised and Unrealised Profit or Losses in the context of Disclosure Pursuant to Bursa Securities’ Listing Requirements.

**A2. Change in accounting policies**

The audited financial statements of the Group for the financial year ended 31 August 2012 were prepared in accordance with FRS. As the requirements under FRS and MFRS are similar, the significant accounting policies adopted in preparing these condensed consolidated interim financial statements are consistent with those of the audited financial statements for the financial year ended 31 August 2012 except as discussed below:

**Property, plant and equipment**

Under FRS, the Group has previously adopted revaluation model for its land and buildings and are revalue at regular intervals of at least once in every five years. Accordingly the Group had recorded freehold land and certain building at revalued amount.

Upon adoption to MFRS, the Group has elected to measure its land and buildings using the cost model under MFRS 116 Property, Plant and Equipment. At the date of transition to MFRS, the Group elected to regard the fair value of freehold land and buildings, properties as at 1 September 2011 as its deemed cost as at 1 September 2011.

**Notes on the quarterly report – 31 May 2013**

Accordingly revaluation surplus recorded in prior years amounting to RM4.085 million and related deferred tax liability amounting to RM125,000.00 will reverse and adjust against retained earnings as of 31 August 2012.

A total of RM4.085 million and deferred tax liabilities amounting to RM125,000.00 were adjusted against retained earnings as the Company chose the value of the freehold land and buildings, properties as at 1 September 2011 as its deemed cost.

The reconciliation of equity for comparative periods and of equity at the date of transition reported under FRS to those reported in previous periods and at the date of transition under MFRS are provided below:

*Reconciliations of plant property equipment, equity and deferred tax liabilities*

|  | FRS as at<br>31<br>August<br>2012<br>RM'000 | Adjustment<br>RM'000 | MFRS as at<br>31<br>August<br>2012<br>RM'000 | FRS as at<br>1<br>September<br>2011<br>RM'000 | Adjustment<br>RM'000 | MFRS as at<br>1<br>September<br>2011<br>RM'000 |
|--|---|----------------------|--|---|----------------------|--|
| Plant<br>property and<br>equipment             | 69,483                                      | (4,085)              | 65,398                                       | 61,484  | -                    | 61,484   |
| Distributable<br>reserve<br>retain<br>earnings | 34,982                                      | -                    | 34,982                                       | 33,153  | -                    | 33,153   |
| Revaluation<br>reserve                         | 4,085                                       | (4,085)              | -  | -   | -                    | -  |
| Translation<br>reserve                         | 326   | -                    | 326  | 531   | -                    | 531  |
| Reserve  | 34,982                                      | -                    | 35,308                                       | 33,684  | -                    | 33,684   |
| Deferred tax<br>liabilities                    | 1,999                                       | (125)                | 1,874  | 1,893   | -                    | 1,893  |

**A3. Qualification of annual financial statements**

There were no audit qualifications on the financial statements of the Company for the year ended 31 August 2012.

**A4. Seasonal and cyclical factors**

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

**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.

**Notes on the quarterly report – 31 May 2013**

**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 May 2013**

**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 | Others | Elimination | Consolidated   |
|-------------------------------|--------------------|--------------------------------|---|-------------------------|--------|-------------|----------------|
|                               | RM'000             | RM'000                         | RM'000  | RM'000                  | RM'000 | RM'000      | RM'000         |
| External sales                | -                  | 58,846                         | 20,699  | 7,361                   | -      | -           | 86,906         |
| Inter-segment sales           | -                  | -                              | -   | 127                     | -      | (127)       | -              |
| Total revenue                 | -                  | 58,846                         | 20,699  | 7,488                   | -      | (127)       | 86,906         |
| <b>Results</b>                |                    |                                |   |                         |        |             |                |
| Segment results               | (463)              | 477                            | (870)   | 349                     | (17)   |             | (524)          |
| Loss from operations          |                    |                                |   |                         |        |             | (524)          |
| Interest expense              |                    |                                |   |                         |        |             | (750)          |
| Interest income               |                    |                                |   |                         |        |             | 248            |
| Share of results of associate |                    |                                |   |                         |        |             | (880)          |
| Loss before tax               |                    |                                |   |                         |        |             | (1,906)        |
| Income tax expense            |                    |                                |   |                         |        |             | 20             |
| <b>Loss for the year</b>      |                    |                                |   |                         |        |             | <b>(1,886)</b> |
| Attributable to:              |                    |                                |   |                         |        |             |                |
| Equity holders of the parent  |                    |                                |   |                         |        |             | (1,961)        |
| Minority interest             |                    |                                |   |                         |        |             | 75             |
|                               |                    |                                |   |                         |        |             | (1,886)        |



**Notes on the quarterly report – 31 May 2013**

**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 2012 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. 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 RM25.39 million given by the Company to financial institutions for credit facilities granted to the subsidiary companies.

**A14. Capital commitments**

|   | <b>Approved and<br/>contracted for<br/>RM'000</b> | <b>Approved but<br/>not contracted<br/>for<br/>RM'000</b> |
|---|---|---|
| Purchase of property, plant and machinery | 664   | -   |

**Notes on the quarterly report – 31 May 2013**

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

**B1. Review of performance**

For the quarter ended 31 May 2013, the Group achieved revenue of RM27.98 million and a loss after tax of RM1.09 million, compared to a loss after tax of RM0.61 million for the corresponding quarter last year.

The performance of each operating segment is as follows:

Precision stamping & tooling segment

This segment recorded a revenue of RM20.15 million and a loss of RM0.11million for the financial period ended 31 May 2013 as compared to a revenue of RM21.67 million and a profit of RM0.14million for the corresponding period last year.

The decline in revenue was mainly due to slowdown in orders particularly for components for LCD TV.

Printed circuit board (“PCB”) & module assembly segment

This segment recorded a revenue of RM5.33 million and a loss of RM0.43 million for the financial period ended 31 May 2013 as compared to a revenue of RM9.05 million and a loss of RM0.37 million for the corresponding period last year.

The decline in revenue was mainly due to drop in orders from audio assembly, blue ray player and TFT LCD Panels for small size devices.

Fabrication & forging segment

This segment recorded a revenue of RM2.52 million and a profit of RM0.22 million for the financial period ended 31 May 2013 as compared to a revenue of RM2.51 million and a loss of RM0.10 million for the corresponding period last year.

The improved profit was mainly due to increase in orders from brass forging parts in air conditioner which have better profit margin.

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

Total Group revenue was at RM27.98 million, a increase of 5.24% compared to the preceding quarter. The Group recorded a loss before tax of RM1.11 million for the current quarter ended 31 May 2013 as compared to a loss before tax of RM1.31 million in the preceding quarter.

The increase in revenue was mainly due to increase in orders from client involved in agriculture business. The reduction in losses is in tandem with improved performance in revenue.

The increase in labour cost due to implementation of minimum wage policy effective January 2013 continued to contribute to the overall loss.

**Notes on the quarterly report – 31 May 2013**

**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.

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

The Group had not provided any profit forecast for the current financial year ended 31 August 2013.

**B5. Profit/(Loss) for the period**

| Profit/(loss) for the period is arrived<br>at after charging/(crediting):- | <b>Current<br/>Quarter<br/>31.05.2013<br/>RM'000</b> | <b>Current year<br/>To date<br/>31.05.2013<br/>RM'000</b> |
|--|--|---|
| Depreciation of property, plant & equipment                                | 1,762  | 5,279   |
| Finance cost   | (16)   | 750   |
| Loss/(Gain) on disposal of property, plant &<br>equipment                  | (237)  | (300)   |
| Net foreign exchange loss/(gain)   | 142  | 163   |
| Interest income  | (86)   | (248)   |

**B6. Tax expense**

|   | <b>Current<br/>Quarter<br/>31.05.2013<br/>RM' 000</b> | <b>Current year<br/>To date<br/>31.05.2013<br/>RM' 000</b> |
|---|---|--|
| Current tax expense                         | 21  | (26)   |
| Current deferred tax expense                | -   | (126)  |
| Overprovision of deferred tax in prior year | (9)   | 172  |
|   | 12  | 20   |

The effective tax rate was lower 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.

**Notes on the quarterly report – 31 May 2013**

**B9. Status of corporate proposal announced**

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

**B10. Group borrowings**

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

|  | Secured<br>RM'000 | Unsecured<br>RM'000 | Total<br>RM'000 |
|--|-------------------|---------------------|-----------------|
| <b>Short term</b>                                      |                   |                     |                 |
| Bank overdrafts  | 2,880             | -                   | 2,880           |
| Trust receipts, bankers' acceptance & revolving credit | 1,704             | -                   | 1,704           |
| Term loans   | 1,657             | -                   | 1,657           |
| Hire purchase  | 1,518             | -                   | 1,518           |
|  | 7,759             | -                   | 7,759           |
| <b>Long term</b>                                       |                   |                     |                 |
| Terms loans  | 19,037            | -                   | 19,037          |
| Hire purchase  | 547               | -                   | 547             |
|  | 19,584            | -                   | 19,584          |
|  | 27,343            | -                   | 27,343          |

*All borrowings are denominated in Ringgit Malaysia*

**B11. Realised and unrealised profit/(loss) disclosure**

|  | As at<br>31 May 2013<br>RM'000 |
|--|--------------------------------|
| Total retained profit of BSL and its subsidiaries                |                                |
| -Realised  | 35,374                         |
| -Unrealised  | (1,999)                        |
|  | 33,375                         |
| Total retained profit from associated company                    |                                |
| -Realised  | (880)                          |
| -Unrealised  | -                              |
|  | (880)                          |
| <b>Total group retained profits as per consolidated accounts</b> | <b>32,495</b>                  |

**Notes on the quarterly report – 31 May 2013**

**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:-

|  | <b>Individual</b> |                  | <b>Cumulative</b> |                  |
|--|-------------------|------------------|-------------------|------------------|
|  | <b>Current</b>    | <b>Preceding</b> | <b>Current</b>    | <b>Preceding</b> |
|  | <b>Year</b>       | <b>Year</b>      | <b>Year to</b>    | <b>Year to</b>   |
|  | <b>Quarter</b>    | <b>Quarter</b>   | <b>Date</b>       | <b>date</b>      |
|  | <b>31.05.13</b>   | <b>31.05.12</b>  | <b>31.05.13</b>   | <b>31.05.12</b>  |
| Profit/(Loss) attributable to equity holders of the parent from continuing operation (RM'000)      | (1,094)           | (615)            | (1,886)           | 2,665            |
| Profit/(Loss) attributable to equity holders of the parent from discontinued operation (RM'000)    | -                 | 14               | -                 | 28               |
| Profit/(Loss) attributable to equity holders of the parent (RM'000)                                | (1,094)           | (601)            | (1,886)           | 2,693            |
| Weighted average number of ordinary shares of RM0.50 each in issue ('000)                          | 96,936            | 98,000           | 96,936            | 98,000           |
| Basic Earnings/(Loss) Per Share based on the weighted average number of shares in issue (sen) for: |                   |                  |                   |                  |
| Profit from continuing operations  | (1.14)            | (0.62)           | (2.02)            | 2.72             |
| Profit/(Loss) from discontinued operations   | -                 | 0.01             | -                 | 0.03             |
| Total (sen)  | (1.14)            | (0.61)           | (2.02)            | 2.75             |

**Notes on the quarterly report – 31 May 2013**

**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 30 July 2013.

By order of the Board

Ngiam Tong Kwan  
Executive Chairman  
Selangor  
30 July 2013