

**BSL CORPORATION BERHAD**

(Company No. 651118-K)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 30 NOVEMBER 2013**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30-Nov-13 RM'000	PRECEDING YEAR QUARTER 30-Nov-12 RM'000	CURRENT YEAR TO DATE 30-Nov-13 RM'000	PRECEDING YEAR TO DATE 30-Nov-12 RM'000
<b>Continuing Operations</b>				
Revenue	23,346	32,339	23,346	32,339
Cost of sales	(23,905)	(29,717)	(23,905)	(29,717)
<b>Gross profit/(loss)</b>	<b>(559)</b>	<b>2,622</b>	<b>(559)</b>	<b>2,622</b>
Other Income	592	42	592	42
Other expenses	(1,516)	(1,730)	(1,516)	(1,730)
<b>Results from operating activities</b>	<b>(1,483)</b>	<b>934</b>	<b>(1,483)</b>	<b>934</b>
Interest expense	(235)	(362)	(235)	(362)
Interest income	72	50	72	50
Share of result of associate	(300)	(116)	(300)	(116)
<b>Profit/ (Loss) before tax</b>	<b>(1,946)</b>	<b>506</b>	<b>(1,946)</b>	<b>506</b>
Income tax expense	(17)	(50)	(17)	(50)
<b>Profit/(Loss) for the year from continuing operations</b>	<b>(1,963)</b>	<b>456</b>	<b>(1,963)</b>	<b>456</b>
<b>Discontinued operations</b>				
Profit for the year from discontinued operations	-	-	-	-
<b>Profit / (Loss) for the year</b>	<b>(1,963)</b>	<b>456</b>	<b>(1,963)</b>	<b>456</b>
<b>Other comprehensive income:</b>				
Exchange differences on translation of foreign operations	(62)	(112)	(62)	(112)
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>(2,025)</b>	<b>344</b>	<b>(2,025)</b>	<b>344</b>
Profit/(Loss) attributable to :				
Equity holders of the company	(1,988)	442	(1,988)	442
Non-controlling interest	25	14	25	14
	<b>(1,963)</b>	<b>456</b>	<b>(1,963)</b>	<b>456</b>
Total comprehensive income attributable to :				
Equity holders of the company	(2,050)	330	(2,050)	330
Non-controlling interest	25	14	25	14
	<b>(2,025)</b>	<b>344</b>	<b>(2,025)</b>	<b>344</b>
<b>Basic Earnings/(Loss) Per Share based on the weighted average</b>				
number of shares in issue (Sen)				
Continuing Operations	(2.05)	0.46	(2.05)	0.46
Discontinuing Operations	-	-	-	-
	<b>(2.05)</b>	<b>0.46</b>	<b>(2.05)</b>	<b>0.46</b>

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 2013.

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS OF 30 NOVEMBER 2013**

	Note	As at 30-Nov-13 RM'000	As at 31-Aug-13 RM'000
<b>ASSETS</b>			
<b>Non current assets</b>			
Property, plant and equipment		67,330	68,410
Investment in an associate company		846	1,145
<b>Total non current assets</b>		<u>68,176</u>	<u>69,555</u>
<b>Current assets</b>			
Inventories		8,320	9,877
Trade receivables		14,874	17,177
Other receivables		4,510	2,023
Cash and bank balances		26,327	28,751
<b>Total current assets</b>		<u>54,031</u>	<u>57,828</u>
<b>Total assets</b>		<u>122,207</u>	<u>127,383</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		(389)	(387)
Reserves		28,703	30,691
<b>Equity attributable to equity holders of the parent</b>		<u>79,081</u>	<u>81,071</u>
Non-controlling interest		4,932	4,907
<b>Total equity</b>		<u>84,013</u>	<u>85,978</u>
<b>Non current liabilities</b>			
Long term borrowings		17,105	17,896
Deferred taxation liabilities		1,955	1,970
<b>Total non current liabilities</b>		<u>19,060</u>	<u>19,866</u>
<b>Current liabilities</b>			
Trade payables		8,368	9,812
Other payables		3,267	3,687
Short term borrowings		7,424	7,985
Tax liabilities		75	55
<b>Total current liabilities</b>		<u>19,134</u>	<u>21,539</u>
<b>Total liabilities</b>		<u>38,194</u>	<u>41,405</u>
<b>Total equity and liabilities</b>		<u>122,207</u>	<u>127,383</u>
Net Assets per share attributable to ordinary equity holders of the parent (RM)		<u>0.81</u>	<u>0.83</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 2013.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 NOVEMBER 2013

	<i>Non-distributable</i>					<i>Distributable</i>			Non-controlling 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 2013</b>	49,000	1,767	-	114	(387)	30,577	81,071	4,907	85,978	
Share of profit guarantee by non-controlling interest Treasury shares	-	-	-	-	(2)	-	(2)	-	(2)	
Revaluate of freehold land & building Profit for the period	-	-	-	-	-	(1,988)	(1,988)	25	(1,963)	
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	
Total comprehensive income for the period	-	-	-	-	-	(1,988)	(1,988)	25	(1,963)	
<b>Balance as at 30 November 2013</b>	49,000	1,767	-	114	(389)	28,589	79,081	4,932	84,013	

	<i>Non-distributable</i>					<i>Distributable</i>			Non-controlling 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 2012 (restated)</b>	49,000	1,767	-	326	(367)	34,857	85,583	4,721	90,304	
Share of profit guarantee by non-controlling interest Treasury shares	-	-	-	-	-	-	-	-	-	
Revaluate of freehold land & building Profit for the period	-	-	-	-	(5)	-	(5)	-	(5)	
Other comprehensive income for the period	-	-	-	-	-	442	442	14	456	
Total comprehensive income for the period	-	-	-	-	-	442	442	14	456	
<b>Balance as at 30 November 2012</b>	49,000	1,767	-	326	(372)	35,299	86,020	4,735	90,755	

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 2013.

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 NOVEMBER 2013**

	30-Nov-13 RM'000	30-Nov-12 RM'000
<b>Cash flows from operating activities</b>		
Profit for the year	(1,963)	456
Adjustments for:		
Non-cash items	3,242	3,263
Non-operating items	1,084	378
	<u>2,363</u>	<u>4,097</u>
Operating profit before working capital changes	2,363	4,097
(Increase)/Decrease in working capital:		
Inventories	1,556	346
Receivables	(1,978)	218
Payables	(1,864)	(2,055)
	<u>77</u>	<u>2,606</u>
Cash generated from operations	77	2,606
Income tax (paid) / refund	(300)	(210)
	<u>(223)</u>	<u>2,396</u>
<b>Net cash from / (used in) operating activities</b>	<u>(223)</u>	<u>2,396</u>
<b>Cash flows from investing activities</b>		
Interest received	72	50
Proceeds from disposal of property, plant and equipment	592	-
Purchase of property, plant and equipment	(1,276)	(4,159)
	<u>(612)</u>	<u>(4,109)</u>
<b>Net cash from / (used in) investing activities</b>	<u>(612)</u>	<u>(4,109)</u>
<b>Cash flows from/(used in) financing activities</b>		
Net increase / (decrease) in bank borrowings	(1,362)	1,119
Interest paid	(235)	(362)
Purchase of treasury share	(2)	(5)
	<u>(1,599)</u>	<u>752</u>
<b>Net cash from financing activities</b>	<u>(1,599)</u>	<u>752</u>
Net increase / (decrease) in cash and cash equivalents	(2,434)	(961)
Cash and cash equivalents at beginning of financial year	25,842	29,045
	<u>23,408</u>	<u>28,084</u>
Cash and cash equivalents at end of financial year	<u>23,408</u>	<u>28,084</u>
<b>Cash and cash equivalents at end of year comprise:</b>		
Cash and bank balances	8,912	9,605
Deposits in licensed banks	17,415	21,215
Bank overdrafts	(2,315)	(1,983)
	<u>24,012</u>	<u>28,837</u>
Less : Fixed deposit pledged to licensed bank	(604)	(753)
	<u>23,408</u>	<u>28,084</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 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 of the Malaysian Financial Reporting Standard (MFRS) 134 - Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”). The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 August 2013.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 August 2013 except for the new Malaysian Financial Reporting Standards (“MFRS”), Amendments to MFRSs and IC Interpretation which the Group adopted to the extent of the applicability from its financial year beginning from 1 September 2013.

The adoption of the followings new MFRSs, Amendments to MFRSs and IC Interpretation that came into effect on 1 April 2013 will have no material impact on the financial statements of the Group:

	<u>Effective for annual periods</u>
<u>MFRSs, Amendments to MFRSs and IC Interpretation</u>	<u>Beginning on or after</u>
MFRS 10 Consolidated Financial Statements	1 January 2013
MFRS 11 Joint Arrangements	1 January 2013
MFRS 12 Disclosure of interests in Others Entities	1 January 2013
MFRS 13 Fair Value Measurement	1 January 2013
MFRS 119 Employee Benefits	1 January 2013
MFRS 127 Separate Financial Statements	1 January 2013
MFRS 128 Investments in Associates and Joint Ventures	1 January 2013
Amendments to MFRS 7 Disclosures - Offsetting Financial Assets and Financial Liabilities	1 January 2013
Amendments to MFRS 101 Presentation of Items of Other Comprehensive Income	1 July 2012

At the date of authorization of the interim financial statements, the following MFRSs, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:

	<u>Effective for annual periods</u>
<u>MFRSs, Amendments to MFRSs and IC Interpretation</u>	<u>Beginning on or after</u>
Amendments to MFRS 132 Offsetting Financial Assets and Financial Liabilities	1 January 2014
MFRS 9 Financial Instruments (IFRS9)	1 January 2015

**Notes on the quarterly report – 30 November 2013**

**A2. Qualification of annual financial statements**

There were no audit qualifications on the financial statements of the Company for the year ended 31 August 2013.

**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 – 30 November 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	-	16,815	4,777	1,755	-	-	23,392
Inter-segment sales	-	-	-	46	-	(46)	-
<b>Total revenue</b>	<b>-</b>	<b>16,815</b>	<b>4,777</b>	<b>1,801</b>	<b>-</b>	<b>(46)</b>	<b>23,392</b>
<b>Results</b>							
Segment results	(123)	(331)	(863)	(162)	(4)		(1,483)
Loss from operations							(1,483)
Interest expense							(235)
Interest income							72
Share of results of associate							(300)
Loss before tax							(1,946)
Income tax expense							(17)
<b>Loss for the year</b>							<b>(1,963)</b>
Attributable to:							
Equity holders of the parent							(1,988)
Minority interest							25
							(1,963)

**Notes on the quarterly report – 30 November 2013**

**A10. Material events subsequent to the end of the interim period**

Save as disclosed below, there were no material events subsequent to the current quarter ended 30 November 2013 up to the date of this report, which are likely to substantially affect the results of the operations of the Group.

**A11. Changes in the composition of the Group**

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

**A12. Changes in contingent liabilities**

There were no changes on contingent liabilities and contingent assets of a material nature since the last balance sheet date until the date of this announcement, except for: Corporate guarantees amounting to RM25.39 million given by the Company to financial institutions for credit facilities granted to the subsidiary companies.

**A13. Capital commitments**

	<b>Approved and contracted for RM'000</b>	<b>Approved but not contracted for RM'000</b>
Purchase of property, plant and machinery	632	-



**Notes on the quarterly report – 30 November 2013**

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

**B1. Review of performance**

For the quarter ended 30 November 2013, the Group achieved a revenue of RM23.35 million and a loss after tax of RM1.96 million, compared to a profit after tax of RM0.46 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 RM16.81 million and a loss of RM0.48million for the financial period ended 30 November 2013 as compared to a revenue of RM20.41 million and a profit of RM0.21million 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 RM4.77 million and a loss of RM0.91 million for the financial period ended 30 November 2013 as compared to a revenue of RM9.68 million and a profit of RM0.52 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 consumer electronic.

Fabrication & forging segment

This segment recorded a revenue of RM1.80 million and a loss of RM0.20 million for the financial period ended 30 November 2013 as compared to a revenue of RM2.25 million and a loss of RM0.03 million for the corresponding period last year.

The decline in revenue was mainly due to drop in order for steel forging parts.

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

Total Group revenue was at RM23.34 million, a decrease of 7.73% compared to the preceding quarter. The Group recorded a loss before tax of RM1.95 million for the current quarter ended 30 November 2013 as compared to a loss before tax of RM2.65 million in the preceding quarter.

The decrease in revenue was mainly due to drop in orders from clients involved in electrical and electronic businesses. The reduction in losses was due mainly to cost saving effect and cost of impairment in property, plant equipment incurred in investment in associated company in preceding quarter.

**Notes on the quarterly report – 30 November 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 at after charging/(crediting):-	<b>Current Quarter 30.11.2013 RM'000</b>	<b>Current year To date 30.11.2013 RM'000</b>
Depreciation of property, plant & equipment	1,669	1,669
Finance cost	235	235
Loss/(Gain) on disposal of property, plant & equipment	592	592
Net foreign exchange loss/(gain)	62	62
Interest income	(72)	(72)
Bad debts written off	-	-

**B6. Tax expense**

	<b>Current Quarter 30.11.2013 RM' 000</b>	<b>Current year To date 30.11.2013 RM' 000</b>
Current tax expense	32	32
Current deferred tax expense	(15)	(15)
Overprovision of deferred tax in prior year	-	-
	17	17

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 – 30 November 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 RM'000	Unsecured RM'000	Total RM'000
<b>Short term</b>			
Bank overdrafts	2,315	-	2,315
Trust receipts, bankers' acceptance & revolving credit	1,669	-	1,669
Term loans	2,627	-	2,627
Hire purchase	813	-	813
	7,424	-	7,424
<b>Long term</b>			
Terms loans	16,786	-	16,786
Hire purchase	319	-	319
	17,105	-	17,105
	24,528	-	24,528

*All borrowings are denominated in Ringgit Malaysia*

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

	As at 30 November 2013 RM'000
Total retained profit of BSL and its subsidiaries	
-Realised	30,958
-Unrealised	(1,955)
	29,003
Total retained profit from associated company	
-Realised	(300)
-Unrealised	-
	(300)
<b>Total group retained profits as per consolidated accounts</b>	<b>28,703</b>

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

**Notes on the quarterly report – 30 November 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>30.11.13</b>	<b>30.11.12</b>	<b>30.11.13</b>	<b>30.11.12</b>
Profit/(Loss) attributable to equity holders of the parent from continuing operation (RM'000)	(1,988)	442	(1,988)	442
Profit/(Loss) attributable to equity holders of the parent from discontinued operation (RM'000)	-	-	-	-
Profit/(Loss) attributable to equity holders of the parent (RM'000)	(1,988)	442	(1,988)	2,693
Weighted average number of ordinary shares of RM0.50 each in issue ('000)	96,936	96,936	96,936	96,936
Basic Earnings/(Loss) Per Share based on the weighted average number of shares in issue (sen) for:				
Profit from continuing operations	(2.05)	0.46	(2.05)	0.46
Profit/(Loss) from discontinued operations	-	-	-	-
Total (sen)	(2.05)	0.46	(2.05)	0.46

**Notes on the quarterly report – 30 November 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 23 January 2014.

By order of the Board

Ngiam Tong Kwan  
Executive Chairman  
Selangor  
23 January 2014