

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 30 NOVEMBER 2014**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30-Nov-14 RM'000	PRECEDING YEAR QUARTER 30-Nov-13 RM'000	CURRENT YEAR TO DATE 30-Nov-14 RM'000	PRECEDING YEAR TO DATE 30-Nov-13 RM'000
<b>Continuing Operations</b>				
Revenue	23,943	23,346	23,943	23,346
Cost of sales	(24,458)	(23,905)	(24,458)	(23,905)
<b>Gross profit/(loss)</b>	<b>(515)</b>	<b>(559)</b>	<b>(515)</b>	<b>(559)</b>
Other Income	11	592	11	592
Other expenses	(1,339)	(1,516)	(1,339)	(1,516)
<b>Results from operating activities</b>	<b>(1,843)</b>	<b>(1,483)</b>	<b>(1,843)</b>	<b>(1,483)</b>
Interest expense	(330)	(235)	(330)	(235)
Interest income	66	72	66	72
Share of result of joint venture	(122)	(300)	(122)	(300)
<b>Profit/ (Loss) before tax</b>	<b>(2,229)</b>	<b>(1,946)</b>	<b>(2,229)</b>	<b>(1,946)</b>
Income tax expense	(14)	(17)	(14)	(17)
<b>Profit / (Loss) for the year</b>	<b>(2,243)</b>	<b>(1,963)</b>	<b>(2,243)</b>	<b>(1,963)</b>
<b>Other comprehensive income:</b>				
Exchange differences on translation of foreign operations	(13)	(62)	(13)	(62)
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>(2,256)</b>	<b>(2,025)</b>	<b>(2,256)</b>	<b>(2,025)</b>
Profit/(Loss) attributable to :				
Equity holders of the company	(2,257)	(1,988)	(2,257)	(1,988)
Non-controlling interest	14	25	14	25
	<b>(2,243)</b>	<b>(1,963)</b>	<b>(2,243)</b>	<b>(1,963)</b>
Total comprehensive income attributable to :				
Equity holders of the company	(2,270)	(2,050)	(2,270)	(2,050)
Non-controlling interest	14	25	14	25
	<b>(2,256)</b>	<b>(2,025)</b>	<b>(2,256)</b>	<b>(2,025)</b>
<b>Basic Earnings/(Loss) Per Share based on the weighted average</b>				
number of shares in issue (Sen)	<b>(2.33)</b>	<b>(2.05)</b>	<b>(2.33)</b>	<b>(2.05)</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 2014.

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS OF 30 NOVEMBER 2014**

	Note	As at 30-Nov-14 RM'000	As at 31-Aug-14 RM'000
<b>ASSETS</b>			
<b>Non current assets</b>			
Property, plant and equipment		62,558	63,148
Investment in joint venture		3,253	3,384
<b>Total non current assets</b>		<u>65,811</u>	<u>66,532</u>
<b>Current assets</b>			
Inventories		8,204	9,485
Trade receivables		17,360	14,925
Other receivables		1,800	1,120
Cash and bank balances		17,661	20,972
<b>Total current assets</b>		<u>45,025</u>	<u>46,502</u>
<b>Total assets</b>		<u>110,836</u>	<u>113,034</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		(408)	(405)
Reserves		18,553	21,014
<b>Equity attributable to equity holders of the parent</b>		<u>68,912</u>	<u>71,376</u>
Non-controlling interest		5,133	4,968
<b>Total equity</b>		<u>74,045</u>	<u>76,344</u>
<b>Non current liabilities</b>			
Long term borrowings		1,800	1,658
Deferred taxation liabilities		1,889	1,092
<b>Total non current liabilities</b>		<u>3,689</u>	<u>2,750</u>
<b>Current liabilities</b>			
Trade payables		9,720	9,658
Other payables		3,725	3,286
Short term borrowings		19,636	20,929
Tax liabilities		21	67
<b>Total current liabilities</b>		<u>33,102</u>	<u>33,940</u>
<b>Total liabilities</b>		<u>36,791</u>	<u>36,690</u>
<b>Total equity and liabilities</b>		<u>110,836</u>	<u>113,034</u>
Net Assets per share attributable to ordinary equity holders of the parent (RM)		<u>0.71</u>	<u>0.74</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 2014.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 NOVEMBER 2014

	Non-distributable				Distributable			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 2014</b>	49,000	1,767	-	301	(405)	20,713	71,376	4,968	76,344
Issuance of ordinary shares of subsidiary Treasury shares	-	-	-	-	-	-	-	144	144
Profit for the period	-	-	-	-	(3)	(2,257)	(3)	-	(2,243)
Other comprehensive income for the period	-	-	-	-	-	-	(204)	14	(197)
<b>Total comprehensive income for the period</b>	-	-	-	-	-	(2,257)	(2,461)	21	(2,440)
<b>Balance as at 30 November 2014</b>	49,000	1,767	-	301	(408)	18,456	68,912	5,133	74,045

  

	Non-distributable				Distributable			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
Treasury shares	-	-	-	-	(2)	-	(2)	-	(2)
Profit for the period	-	-	-	-	-	(1,988)	(1,988)	25	(1,963)
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	-	-	-	(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

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 2014.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 NOVEMBER 2014

	30-Nov-14 RM'000	30-Nov-13 RM'000
<b>Cash flows from operating activities</b>		
Profit for the year	(2,243)	(1,963)
Adjustments for:		
Non-cash items	3,237	3,242
Non-operating items	1,008	1,084
Operating profit before working capital changes	2,002	2,363
(Increase)/Decrease in working capital:		
Inventories	1,281	1,556
Receivables	(4,624)	(1,978)
Payables	502	(1,864)
Cash generated from operations	(839)	77
Income tax (paid) / refund	(323)	(300)
<b>Net cash from / (used in) operating activities</b>	<b>(1,162)</b>	<b>(223)</b>
<b>Cash flows from investing activities</b>		
Interest received	66	72
Proceeds from disposal of property, plant and equipment	93	592
Investment in Associated	-	-
Purchase of property, plant and equipment	(503)	(1,276)
<b>Net cash from / (used in) investing activities</b>	<b>(344)</b>	<b>(612)</b>
<b>Cash flows from/(used in) financing activities</b>		
Net increase / (decrease) in bank borrowings	(1,122)	(1,362)
Dividend paid	-	-
Interest paid	(330)	(235)
Purchase of treasury share	(3)	(2)
<b>Net cash from financing activities</b>	<b>(1,455)</b>	<b>(1,599)</b>
Net increase / (decrease) in cash and cash equivalents	(2,961)	(2,434)
Cash and cash equivalents at beginning of financial year	17,456	25,842
Cash and cash equivalents at end of financial year	<u>14,495</u>	<u>23,408</u>
<b>Cash and cash equivalents at end of year comprise:</b>		
Cash and bank balances	5,412	8,912
Deposits in licensed banks	12,249	17,415
Bank overdrafts	(2,412)	(2,315)
	15,249	24,012
Less : Fixed deposit pledged to licensed bank	(754)	(604)
	<u>14,495</u>	<u>23,408</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 2014.

**Notes on the quarterly report – 30 November 2014**

**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134**

**A1. Basis of preparation**

The interim financial report is unaudited and has 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 2014.

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 2014 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 2014.

The adoption of the followings new MFRSs, Amendments to MFRSs and IC Interpretation that came into effect on 1 April 2014 will have no material impact on the financial statements of the Group:

<u>MFRSs, Amendments to MFRSs and IC Interpretation</u>	<u>Effective for annual periods beginning on or after</u>
Amendment to MFRSs (Annual Improvements to MFRSs 2010-2012 Cycle)	1 July 2014
Amendment to MFRSs (Annual Improvements to MFRSs 2011-2013 Cycle)	1 July 2014
Employee Benefits (IAS 19 as amended by IASB in November 2013)	1 July 2014

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>MFRSs, Amendments to MFRSs and IC Interpretation</u>	<u>Effective for annual periods beginning on or after</u>
MFRS 9 Financial Instruments (IFRS 9)	To be announced by MASB

**A2. Qualification of annual financial statements**

There were no audit qualifications on the financial statements of the Company for the year ended 31 August 2014.

**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.

**Notes on the quarterly report – 30 November 2014**

**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.

**A7. Dividend paid**

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

**A8. 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	-	17,398	4,488	1,924	133	-	23,943
Inter-segment sales	-	-	-	73	-	(73)	-
Total revenue	-	17,398	4,488	1,997	133	(73)	23,943
<b>Results</b>							
Segment results	-	(700)	(1,112)	(16)	(15)		(1,843)
Loss from operations							(1,843)
Interest expense							(330)
Interest income							66
Share of results of joint venture							(122)
Loss before tax							(2,229)
Income tax expense							(14)
<b>Loss for the year</b>							<b>(2,243)</b>

**Notes on the quarterly report – 30 November 2014**

Attributable to:

Equity holders of the parent	(2,257)
Minority interest	14
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	(2,243)
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**A9. 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 2014 up to the date of this report, which are likely to substantially affect the results of the operations of the Group.

Beside the Crestronics (M) Sdn Bhd (“CMSB”), a wholly owned subsidiary of the Company had on 24 December 2014, received two (2) Bills of Demand from the Royal Malaysian Customs Selangor (“RMCS”) for the Import Duty and Sales Tax amounting to RM6,493,737.69 and RM4,637,773.57 respectively for the period December 2011 to July 2014.

CMSB will seek the necessary tax advice to file appeal application(s) against the demands to RMCS.

**A10. Changes in the composition of the Group**

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

**A11. 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.

**A12. Capital commitments**

	<b>Approved and contracted for RM'000</b>	<b>Approved but not contracted for RM'000</b>
Investment in Associate & purchase of plant and machinery	1,000	-
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**Notes on the quarterly report – 30 November 2014**

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

**B1. Review of performance**

For the quarter ended 30 November 2014, the Group achieved a revenue of RM23.94 million and a loss after tax of RM2.24 million, compared to a loss after tax of RM1.96 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 RM17.40 million and a loss of RM0.93 million for the quarter ended 30 November 2014 as compared to a revenue of RM16.81 million and a loss of RM0.48 million for the corresponding period last year.

The losses were due to lower profit margin compared with corresponding period last year.

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

This segment recorded a revenue of RM4.49 million and a loss of RM1.15 million for the quarter ended 30 November 2014 as compared to a revenue of RM4.78 million and a loss of RM0.83 million for the corresponding period last year.

The decline in revenue was mainly due to drop in orders from audio assembly and consumer electronics.

Fabrication & forging segment

This segment recorded a revenue of RM1.99 million and a loss of RM0.06 million for the quarter ended 30 November 2014 as compared to a revenue of RM1.80 million and a loss of RM0.20 million for the corresponding period last year.

The losses were mainly due to one off cost incurred relating to moving Unique Forging & Component Sdn Bhd to Rawang.

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

Total Group revenue was at RM23.94 million, a decrease of 4.36% compared to the preceding quarter. The Group recorded a loss before tax of RM2.23 million for the current quarter ended 30 November 2014 as compared to a loss before tax of RM6.32 million in the preceding quarter.

The reduction in loss was mainly due to impairment of Investment in Associate, plant & machinery and provision for slow moving stock in preceding quarter.



**Notes on the quarterly report – 30 November 2014**

**B3. Current year prospects**

The Board foresees the current year's prospect to be challenging due to the uncertain global economics environment.

The group will further its effort in promoting the EMS (Electronic Manufacturing Services) business model and to bring in new clients from other sectors. Furthermore we will consolidate and centralize our operation in Rawang to further reduce our operating cost.

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

The Group had not provided any profit forecast for the current financial year ended 31 August 2015.

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

Profit/(loss) for the period is arrived at after charging/(crediting):-	<b>Current Quarter 30.11.2014 RM'000</b>	<b>Current year To date 30.11.2014 RM'000</b>
Depreciation of property, plant & equipment	1,457	1,457
Finance cost	330	330
Loss/(Gain) on disposal of property, plant & equipment	(91)	(91)
Net foreign exchange loss/(gain)	(9)	(9)
Interest income	(66)	(66)
Bad debts written off	-	-

**B6. Tax expense**

	<b>Current Quarter 30.11.2014 RM' 000</b>	<b>Current year To date 30.11.2014 RM' 000</b>
Current tax expense	(14)	14
Current deferred tax expense	-	-
Overprovision of deferred tax in prior year	-	-
	(14)	(14)

The effective tax rate was higher than the statutory tax rate of 25% mainly because interest income subject to tax expenses.

**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.

**Notes on the quarterly report – 30 November 2014**

**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.

**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	2,412	-	2,412
Trust receipts, bankers' acceptance & revolving credit	956	-	956
Term loans	15,722	-	15,722
Hire purchase	546	-	546
	19,636	-	19,636
<b>Long term</b>			
Terms loans	1,135	-	1,135
Hire purchase	665	-	665
	1,800	-	1,800
	21,436	-	21,436

*All borrowings are denominated in Ringgit Malaysia*

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

	As at 30 November 2014 RM'000
Total retained profit of BSL and its subsidiaries	
-Realised	20,544
-Unrealised	(1,889)
	18,655
Total retained profit/(loss) from joint venture company	
-Realised	(122)
-Unrealised	-

	----- (122) -----
<b>Total group retained profits as per consolidated accounts</b>	<b>18,533</b> =====

**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 Current Year Quarter 30.11.14</b>	<b>Preceding Year Quarter 30.11.13</b>	<b>Cumulative Current Year to Date 30.11.14</b>	<b>Preceding Year to date 30.11.13</b>
Profit/(Loss) attributable to equity holders of the parent (RM'000)	(2,257)	(1,988)	(2,257)	(1,988)
Weighted average number of ordinary shares of RM0.50 each in issue ('000)	96,791	96,936	96,791	96,936
Basic Earnings/(Loss) Per Share based on the weighted average number of shares in issue (sen) for:				
Profit from continuing operations	(2.33)	(2.05)	(2.33)	(2.05)
Profit/(Loss) from discontinued operations	-	-	-	-
Total (sen)	(2.33)	(3.00)	(2.33)	(2.05)

**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 27 January 2015.

By order of the Board

Ngiam Tong Kwan  
Executive Chairman  
Selangor  
27 January 2015