

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 31 MAY 2016**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31-May-16 RM'000	PRECEDING YEAR QUARTER 31-May-15 RM'000	CURRENT YEAR TO DATE 31-May-16 RM'000	PRECEDING YEAR TO DATE 31-May-15 RM'000
<b>Continuing Operations</b>				
Revenue	31,037	25,772	82,107	73,194
Cost of sales	(28,732)	(24,245)	(76,924)	(71,977)
<b>Gross profit/(loss)</b>	<u>2,305</u>	<u>1,527</u>	<u>5,183</u>	<u>1,217</u>
Other Income	646	926	1,301	1,377
Other expenses	(2,051)	(2,013)	(5,914)	(5,008)
<b>Results from operating activities</b>	<u>900</u>	<u>440</u>	<u>570</u>	<u>(2,414)</u>
Interest expense	(257)	(304)	(795)	(951)
Interest income	70	47	199	184
Share of result of joint venture	(11)	(108)	(60)	(300)
<b>Profit/ (Loss) before tax</b>	<u>702</u>	<u>75</u>	<u>(86)</u>	<u>(3,481)</u>
Income tax expense	(116)	(73)	(608)	(117)
<b>Profit / (Loss) for the year</b>	<u>586</u>	<u>2</u>	<u>(694)</u>	<u>(3,598)</u>
<b>Other comprehensive income:</b>				
Exchange differences on translation of foreign operations	128	(806)	107	(806)
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<u>714</u>	<u>(804)</u>	<u>(587)</u>	<u>(4,404)</u>
Profit/(Loss) attributable to :				
Equity holders of the company	544	2	(694)	(3,627)
Non-controlling interest	42	1	112	29
	<u>586</u>	<u>3</u>	<u>(582)</u>	<u>(3,598)</u>
Total comprehensive income attributable to :				
Equity holders of the company	672	(804)	(587)	(4,433)
Non-controlling interest	42	1	112	29
	<u>714</u>	<u>(803)</u>	<u>(475)</u>	<u>(4,404)</u>
<b>Basic Earnings/(Loss) Per Share based on the weighted average</b>				
number of shares in issue (Sen)	<u>0.56</u>	<u>0.00</u>	<u>(0.72)</u>	<u>(3.75)</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 2015.

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS OF 31 MAY 2016**

	Note	As at 31-May-16 RM'000	As at 31-Aug-15 RM'000
<b>ASSETS</b>			
<b>Non current assets</b>			
Property, plant and equipment		50,850	48,194
Investment in joint venture		3,625	4,217
<b>Total non current assets</b>		<u>54,475</u>	<u>52,411</u>
<b>Current assets</b>			
Non-current assets held for sales		-	9,561
Inventories		10,109	9,432
Trade receivables		22,162	17,345
Other receivables		2,623	4,470
Cash and bank balances		19,051	18,039
<b>Total current assets</b>		<u>53,945</u>	<u>58,847</u>
<b>Total assets</b>		<u>108,420</u>	<u>111,258</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		(423)	(420)
Reserves		15,467	16,048
<b>Equity attributable to equity holders of the parent</b>		<u>65,811</u>	<u>66,395</u>
Non-controlling interest		5,040	5,152
<b>Total equity</b>		<u>70,851</u>	<u>71,547</u>
<b>Non current liabilities</b>			
Long term borrowings		11,672	12,969
Deferred taxation liabilities		1,695	1,443
<b>Total non current liabilities</b>		<u>13,367</u>	<u>14,412</u>
<b>Current liabilities</b>			
Trade payables		15,075	14,703
Other payables		4,151	3,737
Short term borrowings		4,407	6,507
Liability associated with non-current assets classified as held for sale		-	271
Tax liabilities		569	81
<b>Total current liabilities</b>		<u>24,202</u>	<u>25,299</u>
<b>Total liabilities</b>		<u>37,569</u>	<u>39,711</u>
<b>Total equity and liabilities</b>		<u>108,420</u>	<u>111,258</u>
Net Assets per share attributable to ordinary equity holders of the parent (RM)		<u>0.68</u>	<u>0.69</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 2015.

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 31 MAY 2016**

	31-May-16 RM'000	31-May-15 RM'000
<b>Cash flows from operating activities</b>		
Profit for the year	(694)	(3,598)
Adjustments for:		
Non-cash items	1,067	4,450
Non-operating items	<u>2,629</u>	<u>3,617</u>
Operating profit before working capital changes	3,002	4,469
Decrease/(Increase) in working capital:		
Inventories	(676)	(373)
Receivables	(4,074)	(7,305)
Payables	<u>798</u>	<u>5,828</u>
Cash generated from operations	(950)	2,619
Income tax paid	<u>(357)</u>	<u>(471)</u>
<b>Net cash from operating activities</b>	<u>(1,307)</u>	<u>2,148</u>
<b>Cash flows used in investing activities</b>		
Interest received	199	184
Proceeds from disposal of property, plant and equipment	9,356	1,615
Purchase of property, plant and equipment	<u>(1,197)</u>	<u>(2,484)</u>
<b>Net cash used in investing activities</b>	<u>8,358</u>	<u>(685)</u>
<b>Cash flows used in financing activities</b>		
Net decrease in bank borrowings	(2,818)	(2,956)
Interest paid	(795)	(951)
Purchase of treasury share	<u>(2)</u>	<u>(9)</u>
<b>Net cash used in financing activities</b>	<u>(3,615)</u>	<u>(3,916)</u>
Net increase / (decrease) in cash and cash equivalents	3,436	(2,453)
Cash and cash equivalents at beginning of financial year	<u>14,463</u>	<u>17,456</u>
Cash and cash equivalents at end of financial year	<u><u>17,899</u></u>	<u><u>15,003</u></u>
<b>Cash and cash equivalents at end of year comprise:</b>		
Cash and bank balances	7,397	6,827
Deposits in licensed banks	11,654	12,333
Bank overdrafts	<u>(399)</u>	<u>(3,404)</u>
	18,652	15,756
Less : Fixed deposit pledged to licensed bank	<u>(753)</u>	<u>(753)</u>
	<u><u>17,899</u></u>	<u><u>15,003</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 2015.

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 MAY 2016

	Non-distributable			Distributable			Total RM'000	
	Share Capital RM'000	Share Premium 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		Non-controlling Interest RM'000
<b>Balance as at 1 September 2015</b>	49,000	1,767	(1,097)	(420)	17,145	66,395	5,152	71,547
Issuance of ordinary shares of subsidiary Treasury shares	-	-	-	-	-	-	-	-
Profit/(Loss) for the period	-	-	112	(2)	(694)	(582)	112	(470)
Other comprehensive loss for the period	-	-	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	112	-	(694)	(582)	112	(470)
<b>Balance as at 31 May 2016</b>	<u>49,000</u>	<u>1,767</u>	<u>(985)</u>	<u>(422)</u>	<u>16,451</u>	<u>65,811</u>	<u>5,264</u>	<u>71,075</u>
<b>Balance as at 1 September 2014</b>	49,000	1,767	301	(405)	20,713	71,376	4,968	76,344
Treasury shares	-	-	-	(9)	-	(9)	-	(9)
Issuance of ordinary shares of subsidiary	-	-	-	-	-	-	-	-
Profit / (Loss) for the period	-	-	-	-	(3,627)	(3,627)	29	(3,598)
Other comprehensive income/ (loss) for the period	-	-	25	-	-	25	-	25
Total comprehensive loss for the period	-	-	25	-	(3,627)	(3,602)	29	(3,573)
<b>Balance as at 31 May 2015</b>	<u>49,000</u>	<u>1,767</u>	<u>326</u>	<u>(414)</u>	<u>17,086</u>	<u>67,765</u>	<u>4,997</u>	<u>72,762</u>

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 2015.

**Notes on the quarterly report – 31 May 2016**

**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 2015.

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 2015 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 2015. The adoption of the MFRSs and Amendments do not have significant impact on the financial statements of the Group.

**A2. Qualification of annual financial statements**

There were no audit qualifications on the financial statements of the Company for the year ended 31 August 2015.

**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.

**A7. Dividend paid**

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

**Notes on the quarterly report – 31 May 2016**

**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	-	69,433	7,659	4,699	316	-	82,107
Inter-segment sales	-	35	-	-	12	(47)	-
Total revenue	-	69,468	7,659	4,699	328	(47)	82,107
<b>Results</b>							
Segment results	(265)	2,453	(1,063)	(140)	(415)	-	570
Profit from operations							570
Interest expense							(795)
Interest income							199
Share of results of joint venture							(60)
Loss before tax							(86)
Income tax expense							(608)
<b>Loss for the year</b>							<b>(694)</b>
Attributable to:							
Equity holders of the parent							(582)
Minority interest							(112)
							<b>(694)</b>

**Notes on the quarterly report – 31 May 2016**

**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 31 May 2016 up to the date of this report, which are likely to substantially affect the results of the operations of the Group beside the following :

On 23 May 2016 BSL Corporation Berhad signed the share sales agreement to acquire 245,000 Ordinary Shares of RM1.00 each fully paid up in Advance Autotek Industries (M) Sdn Bhd representing the remaining 49% of the total issued and paid-up share capital of Advance Autotek Industries (M) Sdn Bhd from Xadacorp Sdn Bhd.

**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 of a material nature since the last balance sheet date until the date of this announcement, except for: Corporate guarantees amounting to RM19.47 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 Subsidiary, Associate & purchase of plant and equipment	902	-

**Notes on the quarterly report – 31 May 2016**

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

**B1. Review of performance**

For the quarter ended 31 May 2016, the Group achieved a revenue of RM31.04 million and profit after tax of RM0.58 million, compared to a revenue of RM25.77 million and profit after tax of RM0.002 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 RM26.32 million and a profit of RM1.15 million for the quarter ended 31 May 2016 as compared to a revenue of RM20.45 million and a profit of RM0.84 million for the corresponding period last year.

The improvement of result was due to increase in sales from TV and Agriculture clients.

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

This segment recorded a revenue of RM2.88 million and a loss of RM0.31 million for the quarter ended 31 May 2016 as compared to a revenue of RM3.21 million and a loss of RM0.52 million for the corresponding period last year.

The decline in revenue was mainly due to a drop in orders from clients.

Fabrication & forging segment

This segment recorded a revenue of RM1.53 million and a loss of RM0.02 million for the quarter ended 31 May 2016 as compared to a revenue of RM2.01 million and a loss of RM0.01 million for the corresponding period last year.

The decline in revenue was mainly due to drop in orders from an Air-conditioner manufacturer.

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

Total Group revenue was at RM31.04 million, an increase of 21.5% compared to the preceding quarter. The Group recorded profit after tax of RM0.58 million for the current quarter ended 31 May 2016 as compared to a loss after tax of RM1.45 million in the preceding quarter.

The better result was mainly due to the better performance of Precision Stamping, Tooling and Printed Circuit Board.

**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.



**Notes on the quarterly report – 31 May 2016**

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

The Group had not provided any profit forecast for the current financial year ended 31 August 2016.

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

Profit/(loss) for the period is arrived at after charging/(crediting):-	<b>Current Quarter 31.05.2016 RM'000</b>	<b>Current year To date 31.05.2016 RM'000</b>
Depreciation of property, plant & equipment	1,182	3,554
Finance cost	257	795
Gain on disposal of property, plant and equipment	(264)	(825)
Net foreign exchange loss/(gain)	128	107
Interest income	(70)	(199)

**B6. Tax expense**

	<b>Current Quarter 31.05.2016 RM' 000</b>	<b>Current year To date 31.05.2016 RM' 000</b>
Current tax expense	25	517
Current deferred tax expense	252	252
Underprovision of deferred tax in prior year	(161)	(161)
	116	608

The effective tax rate was higher than the statutory tax rate of 25% mainly due to payment of Real Property Gain Tax for disposal of one of the factory.

**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 May 2016**

**B10. Group borrowings**

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

	<b>Secured RM'000</b>	<b>Unsecured RM'000</b>	<b>Total RM'000</b>
<b>Short term</b>			
Bank overdrafts	399	-	399
Trust receipts, bankers' acceptance & revolving credit	218	-	218
Term loans	2,660	-	2,660
Hire purchase	1,130	-	1,130
	<hr/> 4,407	<hr/> -	<hr/> 4,407
<b>Long term</b>			
Terms loans	10,321	-	10,321
Hire purchase	1,351	-	1,351
	<hr/> 11,672	<hr/> -	<hr/> 11,672
	<hr/> <hr/> 16,079	<hr/> <hr/> -	<hr/> <hr/> 16,079

*All borrowings are denominated in Ringgit Malaysia*

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

	<b>As at 31 May 2016 RM'000</b>
Total retained profit of BSL and its subsidiaries	
-Realised	17,222
-Unrealised	(1,695)
	<hr/> 15,527
Total retained profit/(loss) from joint venture company	
-Realised	(60)
-Unrealised	-
	<hr/> (60)
<b>Total group retained profits as per consolidated accounts</b>	<hr/> <hr/> <b>15,467</b>

**Notes on the quarterly report – 31 May 2016**

**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 31.05.16</b>	<b>Preceding Year Quarter 31.05.15</b>	<b>Cumulative Current Year to Date 31.05.16</b>	<b>Preceding Year to date 31.05.15</b>
Profit/(Loss) attributable to equity holders of the parent (RM'000)	638	2	(694)	(3,627)
Weighted average number of ordinary shares of RM0.50 each in issue ('000)	96,716	96,791	96,716	96,791
Basic Earnings/(Loss) Per Share based on the weighted average number of shares in issue (sen) for:				
Profit from continuing operations	0.65	0.00	(0.72)	(3.75)
Profit/(Loss) from discontinued operations	-	-	-	-
Total (sen)	0.65	0.00	(0.72)	(3.75)

**Notes on the quarterly report – 31 May 2016**

**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 July 2016.

By order of the Board

Ngiam Tong Kwan  
Executive Chairman  
Selangor  
27 July 2016