

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT**  
**FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2009**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<b>Current Year Quarter 30-Apr-09 RM'000</b>	<b>Preceding Year Corresponding Quarter 30-Apr-08 RM'000</b>	<b>Current Year To Date 30-Apr-09 RM'000</b>	<b>Preceding Year Corresponding Period 30-Apr-08 RM'000</b>
Revenue	14,765	17,270	65,836	66,783
Cost of sales	(13,588)	(12,238)	(56,846)	(48,613)
Gross profit	1,177	5,032	8,990	18,170
Other income	573	43	1,239	233
Selling & distribution expenses	(807)	(854)	(4,184)	(3,723)
Administrative expenses	(1,132)	(1,224)	(3,915)	( 3,581)
Other expenses	(2,835)	(227)	(2,857)	(1,256)
Finance expenses	(172)	(94)	(489)	(441)
Profit/(loss) before tax	(3,196)	2,676	(1,216)	9,402
Tax expense	267	(473)	(195)	(1,632)
Net profit/(loss) for the period	(2,929)	2,203	(1,411)	7,770
Attributable to :				
Equitable holders of the company	(2,771)	2,203	(1,159)	7,770
Minority interests	(158)	0	(252)	0
	(2,929)	2,203	(1,411)	7,770
Basic earnings per share (sen)	(3.46)	2.75	(1.45)	9.71

Note:

The unaudited Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2008 and the accompanying notes to the Interim Financial Statements

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
**(Incorporated in Malaysia)**

**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 APRIL 2009**

	Note	Current Quarter 30-Apr-09 RM'000	Audited 30-April-08 RM'000
<b><u>ASSETS</u></b>			
<b>Non-current assets</b>			
Property, plant and equipment	1	43,862	34,454
Intangible assets	2	1,809	1,491
Other Investment	3	68	47
		<u>45,739</u>	<u>35,992</u>
<b>Current Assets</b>			
Inventories	4	7,113	7,671
Trade and other receivables	5	15,466	18,269
Deposit, cash and bank balances	6	3,765	6,270
		<u>26,344</u>	<u>32,210</u>
<b>TOTAL ASSETS</b>		<u>72,083</u>	<u>68,202</u>
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>Equity attributable to equity holders of the parent</b>			
Share capital		40,000	40,000
Share premium		2,049	2,049
Treasury shares		(18)	0
Retain profits		8,920	12,479
		<u>50,951</u>	<u>54,529</u>
<b>Minority interests</b>		1,998	0
<b>Total Equity</b>		<u>52,949</u>	<u>54,529</u>
<b>Non-current liabilities</b>			
Other payables		1,368	0
Bank borrowings		3,038	309
Hire purchase payables		471	663
Deferred taxation		2,470	2,256
		<u>7,347</u>	<u>3,228</u>
<b>Current liabilities</b>			
Bank overdraft		3,483	0
Bank borrowings		1,047	771
Trade and other payables	7	6,882	7,727
Hire purchase payables		346	1,568
Current tax liability		29	379
		<u>11,787</u>	<u>10,445</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>72,083</u>	<u>68,202</u>
Net assets per ordinary share (sen)		<u>66.19</u>	<u>68.16</u>

Note:

The unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the Group's audited financial statements for the financial year ended 30 April 2008 and the accompanying notes to the Interim Financial Statements.

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2009**

	Non-Distributable		Distributable		Minority Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Retained Profit RM'000	Total RM'000		
Balance as at 1 May 2007	40,000	2,049	6,708	48,757	-	48,757
Net Profit for the financial year	-	-	7,771	7,771	-	7,771
Final dividend paid	-	-	(2,000)	(2,000)	-	(2,000)
Balance as at 30 April 2008	40,000	2,049	12,479	54,528	-	54,528

	Non-Distributable			Distributable		Minority Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Treasury Share RM'000	Retained Profit RM'000	Sub Total RM'000		
Balance as at 1 May 2008	40,000	2,049	-	12,479	54,528	-	54,528
Investment in new subsidiary	-	-	-	-	-	2,250	2,250
Net losses for the financial year	-	-	-	(1,159)	(1,159)	(252)	(1,411)
Share buy-back	-	-	(18)	-	(18)	-	(18)
Final dividend paid	-	-	-	(2,400)	(2,400)	-	(2,400)
Balance as at 30 April 2009	40,000	2,049	(18)	8,920	50,951	1,998	52,949

Note:

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 30 April 2008 and the accompanying notes to the Interim Financial Statements.

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
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**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**  
**FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2009**

	<b>Current Year Period Ended 30-Apr-09 RM'000</b>	<b>Preceding Year Period Ended 30-Apr-08 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	(1,216)	9,403
Adjustments for:		
Non-cash items	3,522	2,938
Non-operating items	383	151
Operating profit before working capital changes	2,689	12,492
Increase in working capital:		
Inventories	308	(1,106)
Trade and other receivables	3,296	(492)
Trade and other payables	533	2,240
Cash generated from operations	6,826	13,134
Tax paid	(785)	(992)
Interest paid	(394)	(279)
<b>Net cash from operating activities</b>	<b>5,647</b>	<b>11,863</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(13,080)	(5,334)
Purchase of quoted shares	(22)	0
Interest received	106	161
<b>Net cash used in investing activities</b>	<b>(12,996)</b>	<b>(5,173)</b>
<b>Cash flows from financing activities</b>		
Proceed from issuance of new shares in subsi	2,250	0
Purchase of treasury shares	(18)	0
Dividend paid	(2,400)	(2,000)
Net movement in trade bills	319	(364)
Repayment of term loan	(884)	(5,810)
Proceed from term loan	3,560	0
Repayment of hire purchase payables	(1,466)	(1,711)
<b>Net cash used in financing activities</b>	<b>1,361</b>	<b>(9,885)</b>
Net decrease in cash and cash equivalents	(5,988)	(3,195)
Cash and cash equivalents as at beginning of financial year	6,270	9,465
Cash and cash equivalents at end of financial period	<b>282</b>	<b>6,270</b>
<b>Cash and cash equivalents at end of period comprise:</b>		
Deposits, Cash & Bank Balances	3,765	6,270
Overdraft	(3,483)	0
	<b>282</b>	<b>6,270</b>

Note:

The unaudited Condensed Consolidated Cash Flow Statements should be read in conjunction with the audited financial statements for the financial year ended 30 April 2008 and the accompanying notes to the Interim Financial Statements.

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
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**A. Explanatory Notes Pursuant to Financial Reporting Standard (“FRS”) No. 134**

**A1. BASIS OF PREPARATION**

The interim financial statements of Superlon Holdings Berhad (“Superlon”) are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standards (“FRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standard Board and paragraph 9.22 and Part A of Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 April 2008. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 April 2008.

**A2. QUALIFICATION OF ANNUAL FINANCIAL STATEMENTS**

The latest audited consolidated financial statements of Superlon for the financial year ended 30 April 2008 were not qualified.

**A3. SEASONAL AND CYCLICAL FACTORS**

The Group’s business operations were not materially affected by any major seasonal or cyclical factors.

**A4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There was no unusual item affecting assets, liabilities, equity, net income or cash flows during the current quarter under review except for a recognition of one –off rectification works incurred amounting to RM2.8 million.

**A5. SIGNIFICANT CHANGES IN ESTIMATES**

There were no changes in accounting estimates that have had a material effect in the current quarter’s results.

**A6. ISSUANCES AND REPAYMENT OF DEBT AND EQUITY SECURITIES**

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current quarter under review except for the following:-

During the financial year ended 30 April 2009, Superlon Holdings Berhad (“SHB”) bought back from the open market, 41,000 shares SHB shares listed on the second Board of Bursa Malaysia Securities Berhad at an average buy-back price of RM0.4408 per share. The total consideration paid for the share buy-back of SHB shares during the financial year ended 30 April 2009, including transaction cost, was RM18,071.18 and was financed by internally generated funds. The SHB shares bought back are held as treasury shares in accordance with section 67A subsection 3(A)(b) of the Companies Act 1965. None of the treasury shares held were sold or cancelled during the financial year ended 30 April 2009.

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**A7. DIVIDEND PAID**

There was no dividend paid during the current quarter under review.

**A8. SEGMENTAL INFORMATION**

Business Segment

The Group is principally engaged in the business segment of manufacturing of thermal insulation materials mainly for the HVAC&R industry, trading of HVAC&R parts and equipments and the manufacturing of precise fine tubes.

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<b>Current Year</b>	<b>Preceding Year</b>	<b>Current Year To</b>	<b>Preceding Year</b>
	<b>Quarter</b>	<b>Corresponding Quarter</b>	<b>Date</b>	<b>Corresponding Period</b>
	<b>30-Apr-09</b>	<b>30-Apr-08</b>	<b>30-Apr-09</b>	<b>30-Apr-08</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue				
- Manufacturing	12,996	14,740	56,180	54,682
- Trading	991	2,530	5,925	12,103
- Steel Pipes	778	0	3,731	0
	<u>14,765</u>	<u>17,270</u>	<u>65,836</u>	<u>66,785</u>
Gross Profit				
- Manufacturing	1,027	4,295	8,563	15,557
- Trading	388	737	807	2,615
- Steel Pipes	(238)	0	(380)	0
	<u>1,177</u>	<u>5,032</u>	<u>8,990</u>	<u>18,172</u>

Geographical Segment

The Group operates principally in Malaysia, therefore information analysing geographical segment is not presented because it is not practicable to allocate operating expenses as the basis for making these allocation is arbitrary. However, the analysis of revenue and gross profits based on geographical locations of the Group's customer are shown as follows :-

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**8. SEGMENTAL INFORMATION (CONTINUE)**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current</u> <u>Year</u> <u>Quarter</u> <u>30-Apr-09</u> <u>RM'000</u>	<u>Preceding</u> <u>Year</u> <u>Corresponding</u> <u>Quarter</u> <u>30-Apr-08</u> <u>RM'000</u>	<u>Current</u> <u>Year To</u> <u>Date</u> <u>30-Apr-09</u> <u>RM'000</u>	<u>Preceding</u> <u>Year</u> <u>Corresponding</u> <u>Period</u> <u>30-Apr-08</u> <u>RM'000</u>
Revenue				
- Malaysia	3,356	5,140	15,259	22,781
-Outside Malaysia	11,409	12,130	50,577	44,004
	<u>14,765</u>	<u>17,270</u>	<u>65,836</u>	<u>66,785</u>
Gross Profit				
- Malaysia	276	1,498	2,091	6,198
- Outside Malaysia	901	3,534	6,899	11,974
	<u>1,177</u>	<u>5,032</u>	<u>8,990</u>	<u>18,172</u>

**A9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

There was no valuation of property, plant and equipment in the financial quarter under review.

**A10. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD**

There was no material event subsequent to the end of the reporting period.

**A11. CHANGES IN COMPOSITION OF THE GROUP**

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

**A12. CHANGES IN CONTINGENT LIABILITIES**

The Directors are of the opinion that the Company has no material contingent liabilities which, upon becoming enforceable, may have a material impact on the financial position of the Group.

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**B. Additional Information Required By Bursa Malaysia Securities Berhad Listing Requirements**

**B1. PERFORMANCE REVIEW**

The Group revenue for the current quarter of RM14.8 million was lower by RM2.5 million or 14% as compare to the same quarter last year. The Group registered a loss before tax of RM3.2 million in the current quarter as compared to a RM2.7 million profit before tax during the same quarter of previous year. The losses were mainly due to one-off rectification works and higher cost of raw materials.

**B2. VARIATION OF RESULTS AGAINST PRECEDING QUARTER**

Revenue for the current quarter has increased by 22% to RM14.8 million as compared to RM12.1 million in the immediate preceding quarter. This was mainly attributable to higher sales volume in HVAC&R products.

However, the group registered a loss of RM3.1 million in the current quarter as compared to a loss of RM0.9 million in the immediate preceding quarter. The Group's has recognised a one-off rectification of work's claim and provision for obsolete stock during the current quarter.

**B3. COMMENTARY ON PROSPECTS**

In view of the current global economic contractions and adversities, the operating environment is expected to remain very challenging. However, the Group will continue to focus on operational efficiency and appropriate marketing strategies to mitigate the negative impact of the economic downturn.

Barring any unforeseen circumstances, the Board expects the Group's performance to improve for the next financial year.

**B4. VARIANCES FROM ACTUAL AND FORECAST PROFIT**

The Company did not issue any profit forecast for the year.

**B5. TAXATION**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<b>Current Year Quarter</b> <b>30-Apr-09</b> <b>RM'000</b>	<b>Preceding Year Corresponding Quarter</b> <b>30-Apr-08</b> <b>RM'000</b>	<b>Current Year To Date</b> <b>30-Apr-09</b> <b>RM'000</b>	<b>Preceding Year Corresponding Period</b> <b>30-Apr-08</b> <b>RM'000</b>
Malaysian Taxation				
- Current tax expense	424	51	123	1,097
- Under/(over) provision	(3)	0	(142)	0
Deferred tax expenses	(154)	422	214	536
	<u>267</u>	<u>473</u>	<u>(195)</u>	<u>1,633</u>



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**B5. TAXATION (CONTINUE)**

The tax expense for the current quarter ended 30 April 2009 is derived based on statutory current tax rate of 25%(2009) for the financial period. The deferred tax liabilities arose from accelerated capital allowances over depreciation of qualifying property, plant and equipment. The effective tax rate of the Group for the current quarter and financial period to-date is lower than the statutory tax rate principally due to the utilisation of reinvestment allowances.

**B6. UNQUOTED SECURITIES AND/OR PROPERTIES**

There were neither purchases nor disposals of any unquoted securities and / or properties for the current quarter under review.

**B7. INVESTMENT IN QUOTED SECURITIES**

There was no purchase or disposal by the Group in quoted securities for the current quarter under review. The Group investments in quoted securities as at 30 April 2009 :

	RM'000
At cost	22.0
At book value	22.0
At market value	12.5

**B8. CORPORATE PROPOSAL**

There is no change in the composition of the Group during the current quarter under review.

**B9. BORROWINGS**

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

<u>Secured</u>	Short Term RM'000	Long Term RM'000
Bank overdraft	3,483	0
Bank borrowings	1,047	3,038
Hire purchase	346	471
	<u>4,876</u>	<u>3,509</u>

**B10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

The Group's used forward foreign exchange contract to hedge its exposure to fluctuations in foreign exchange arising from the sales and purchases.

As at 30 April 2009, the Group had the following off balance sheet financial instruments:

Foreign exchange forward contract ( within 2 months)	RM '000 9,289
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**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
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**B10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS (CONTINUE)**

All the above contracts are entered into with a licensed bank in Malaysia and the Directors of Superlon are of the view that the possibility of non performance by this financial institution is unlikely on the basis of its current financial strength.

**B11. MATERIAL LITIGATION**

There is no pending material litigation as at the date of this quarterly report that has a material effect on the financial position of the Group. The Board does not know of any proceeding pending or threatened, or of any effect likely to give rise to any proceeding, which might materially and adversely affect the position or business of the Company or its subsidiary.

**B12. PROPOSED DIVIDEND**

There was no dividend proposed or declared during the current quarter under review.

**B13. EARNINGS PER SHARE (“EPS”)**

The basic EPS are computed as following:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<b>Current Year Quarter 30-Apr-09</b>	<b>Preceding Year Corresponding Quarter 30-Apr-08</b>	<b>Current Year To Date 30-Apr-09</b>	<b>Preceding Year Corresponding Period 30-Apr-08</b>
Net profit attributable to ordinary shareholders (RM '000)	<u>(2,771)</u>	<u>2,203</u>	<u>(1,159)</u>	<u>7,770</u>
Number of ordinary shares of RM 0.50 in issue ('000)	<u>80,000</u>	<u>80,000</u>	<u>80,000</u>	<u>80,000</u>
Basic earnings per share (sen)	<u>(3.46)</u>	<u>2.75</u>	<u>(1.45)</u>	<u>9.71</u>

The diluted earnings per share for the Company is not presented as there is no dilutive potential ordinary share during the financial year.

**SUPERLON HOLDINGS BERHAD (COMPANY NO. 740412 X)**  
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**By Order of the Board**

**Liu Lee, Hsiu-Lin (also known as Jessica H. Liu)**  
**Managing Director**

**Kuala Lumpur**  
**29 June 2009**