

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

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL QUARTER ENDED 30 APRIL 2010

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Year Quarter 30-Apr-10 RM'000	Preceding Year Corresponding Quarter 30-Apr-09 RM'000	Current Year To Date 30-Apr-10 RM'000	Preceding Year Corresponding Period 30-Apr-09 RM'000
Revenue	15,784	14,765	61,720	65,836
Cost of sales	(13,434)	(13,588)	(48,315)	(56,846)
Gross profit	2,350	1,177	13,405	8,990
Other income	1,092	573	1,733	1,239
Selling & distribution expenses	(935)	(807)	(3,744)	(4,177)
Administrative expenses	(1,750)	(1,132)	(4,867)	(3,915)
Other expenses	-	(2,835)	-	(2,857)
Finance expenses	(155)	(172)	(652)	(489)
Profit/(loss) before tax	602	(3,196)	5,875	(1,209)
Tax recover / (expense)	(190)	267	(1,174)	(195)
Net profit/(loss) for the period	412	(2,929)	4,701	(1,404)
Attributable to :				
Equitable holders of the company	745	(2,771)	5,308	(1,092)
Minority interests	(333)	(158)	(607)	(312)
	412	(2,929)	4,701	(1,404)
Basic earnings per share (sen)	0.94	(3.47)	6.66	(1.37)

Note:

The unaudited Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2009 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 2010

Note	Current Quarter 30-April-10 RM'000	Audited 30-April-09 RM'000
<u>ASSETS</u>		
Non-current assets		
Property, plant and equipment	45,356	43,861
Intangible assets	1,886	1,809
Other Investment	47	69
	<u>47,289</u>	<u>45,739</u>
Current Assets		
Inventories	10,793	7,113
Trade and other receivables	11,925	15,466
Deposit, cash and bank balances	6,879	3,765
	<u>29,597</u>	<u>26,344</u>
TOTAL ASSETS	<u><u>76,886</u></u>	<u><u>72,083</u></u>
<u>EQUITY AND LIABILITIES</u>		
Equity attributable to equity holders of the parent		
Share capital	40,000	40,000
Share premium	2,049	2,049
Treasury shares	(163)	(18)
Retained profits	12,897	8,987
	<u>54,783</u>	<u>51,018</u>
Minority interests	<u>1,331</u>	<u>1,938</u>
Total Equity	<u><u>56,114</u></u>	<u><u>52,956</u></u>
Non-current liabilities		
Bank borrowings	2,857	3,181
Other payables	915	1,317
Hire purchase payables	2,265	536
Deferred taxation	2,513	2,471
	<u>8,550</u>	<u>7,505</u>
Current liabilities		
Bank borrowings	2,671	4,387
Trade and other payables	8,755	6,933
Hire purchase payables	443	280
Current tax liability	353	22
	<u>12,222</u>	<u>11,622</u>
TOTAL EQUITY AND LIABILITIES	<u><u>76,886</u></u>	<u><u>72,083</u></u>
Net assets per ordinary share (sen)	<u><u>68.78</u></u>	<u><u>63.81</u></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 2009 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 2010

	Non-Distributable			Distributable			Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Treasury Share RM'000	Retained Profit RM'000	Sub Total RM'000	Minority Interest RM'000	
Balance as at 1 May 2008	40,000	2,049	-	12,479	54,528	-	54,528
Acquisition of new subsidiary	-	-	-	-	-	2,250	2,250
Net Loss for the financial period	-	-	-	(1,092)	(1,092)	(312)	(1,404)
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)	8,987	51,018	1,938	52,956

	Non-Distributable			Distributable			Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Treasury Share RM'000	Retained Profit RM'000	Sub Total RM'000	Minority Interest RM'000	
Balance as at 1 May 2009	40,000	2,049	(18)	8,987	51,018	1,938	52,956
Net Profit/(Loss) for the financial period	-	-	-	5,308	5,308	(607)	4,701
Share buy-back	-	-	(145)	-	(145)	-	(145)
Interim dividend paid	-	-	-	(1,398)	(1,398)	-	(1,398)
Balance as at 30 April 2010	40,000	2,049	(163)	12,897	54,783	1,331	56,114

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 2009 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 YEAR ENDED 30 APRIL 2010

	Current Year Ended 30-Apr-10 RM'000	Preceding Year Ended 30-Apr-09 RM'000
Cash flows from operating activities		
Profit before tax	5,875	(1,216)
Adjustments for:		
Non-cash items	3,989	3,522
Non-operating items	413	383
Operating profit before working capital changes	10,277	2,689
Increase in working capital:		
Inventories	(3,680)	308
Trade and other receivables	3,541	3,296
Trade and other payables	1,420	533
Cash generated from operations	11,558	6,826
Tax paid	(810)	(785)
Interest paid	(592)	(394)
Net cash from operating activities	10,156	5,647
Cash flows from investing activities		
Proceed from disposal of investment	22	-
Purchase of property, plant & equipment	(5,550)	(13,080)
Purchase of quoted shares	-	(22)
Interest received	180	106
Net cash used in investing activities	(5,348)	(12,996)
Cash flows from financing activities		
Proceeds from issuance of shares from new subsidiary	-	2,250
Net movement in trade bills	1,550	319
Proceeds from hire purchase payables	2,510	-
Repayment of term loan	(592)	(884)
Repayment of hire purchase payables	(618)	(1,466)
Purchase of treasury share	(145)	(18)
Proceed from term loan	-	3,560
Dividend paid	(1,398)	(2,400)
Net cash used in financing activities	1,307	1,361
Net increase/(decrease) in cash and cash equivalents	6,115	(5,988)
Cash and cash equivalents as at beginning of financial year	282	6,270
Cash and cash equivalents at end of financial period	6,397	282
Cash and cash equivalents at end of period comprise:		
Deposits, Cash & Bank Balances	6,879	3,765
Overdraft	(482)	(3,483)
	6,397	282

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 2009 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 2009. 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 2009.

A2. QUALIFICATION OF ANNUAL FINANCIAL STATEMENTS

The latest audited consolidated financial statements of Superlon for the financial year ended 30 April 2009 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.

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 2010, Superlon Holdings Berhad (“SHB”) bought back from the open market, 313,100 shares SHB share listed on the Main Market of Bursa Malaysia Securities Berhad at an average buy-back price of RM0.4621 per share. The total consideration paid for the share buy-back of SHB shares during the financial year ended 30 April 2010, including transaction cost, was RM144,667.92 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 2010.

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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>	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30-Apr-10	30-Apr-09	30-Apr-10	30-Apr-09
	RM'000	RM'000	RM'000	RM'000
Revenue				
- Manufacturing	13,021	12,740	50,505	55,726
- Trading	973	1,208	2,770	6,379
- Steel Pipes	1,790	817	8,445	3,731
	<u>15,784</u>	<u>14,765</u>	<u>61,720</u>	<u>65,836</u>
Gross Profit				
- Manufacturing	2,366	1,975	13,356	9,146
- Trading	265	(560)	501	224
- Steel Pipes	(281)	(238)	(452)	(380)
	<u>2,350</u>	<u>1,177</u>	<u>13,405</u>	<u>8,990</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.

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

B1. PERFORMANCE REVIEW

The Group revenue for the current quarter of RM15.8 million was higher by RM1 million as compared to the same corresponding quarter last year. The increase in revenue was mainly due to the increase in contribution from steel pipes division.

The Group's profit before tax increased to RM0.6 million in the current quarter as compared to loss before tax of RM3.2 million during the same quarter of previous year.

B2. VARIATION OF RESULTS AGAINST PRECEDING QUARTER

Revenue for the current quarter has increased by 8% to RM15.8 million as compared to RM14.6 million in the preceding quarter.

The group registered a profit before tax of RM0.6 million in the current quarter as compared to a profit before tax of RM1.1 million in the preceding quarter. Profit after tax of the Group decreased from RM0.8 million in the previous quarter to RM0.4 million in the current quarter.

B3. COMMENTARY ON PROSPECTS

Barring any unforeseen circumstances and based on the present trend of demand, the Board expects the Group to achieve positive results for the financial year ended 30th April 2011.

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>	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30-Apr-10	30-Apr-09	30-Apr-10	30-Apr-09
	RM'000	RM'000	RM'000	RM'000
Malaysian Taxation				
-Current tax expense	247	424	1,146	123
-Under/(over) provision	(15)	(3)	(15)	(142)
Deferred tax expenses	(42)	(154)	43	214
	<u>190</u>	<u>267</u>	<u>1,174</u>	<u>195</u>

B5. TAXATION (CONTINUED)

The tax expense for the current quarter ended 30 April 2010 is derived based on statutory current tax rate of 25% (YA2010) 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 year is lower than the statutory tax rate principally due to the utilisation of reinvestment allowances and unabsorbed capital 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 does not hold any investments in quoted securities as at 30 April 2010.

B8. CORPORATE PROPOSAL

There is no outstanding corporate proposal 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	482	-
Bank borrowings	2,189	2,857
Hire purchase	443	2,265
	<u>3,114</u>	<u>5,122</u>

B10. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

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

As at 30 April 2010, the Group does not have any outstanding off balance sheet financial instruments.

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.

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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>	
	Current Year Quarter 30-Apr-10	Preceding Year Corresponding Quarter 30-Apr-09	Current Year To Date 30-Apr-10	Preceding Year Corresponding Period 30-Apr-09
Net profit attributable to ordinary shareholders (RM '000)	745	(2,771)	5,308	(1,092)
Number of ordinary shares of RM 0.50 in issue ('000)	79,646	79,959	79,646	79,959
Basic earnings per share (sen)	0.94	(3.47)	6.66	(1.37)

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

By Order of the Board

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

Kuala Lumpur
30 June 2010