



Scanwolf Corporation Berhad (Company no: 740909-T)  
**Condensed Consolidated Income Statement**  
 For the fourth quarter ended 31 March 2010  
 (The figures have not been audited)

	Individual Quarter 3 months ended 31 March		Cumulative Quarter 12 months ended 31 March	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Revenue	8,904	7,368	39,342	36,951
Other operating income	357	12	433	103
Operating expenses	(7,855)	(6,730)	(33,037)	(31,629)
Depreciation & amortisation	(935)	(766)	(3,342)	(3,054)
Finance costs	(64)	(63)	(237)	(249)
<b>Profit before taxation</b>	407	(179)	3,159	2,122
Taxation	(412)	(556)	(651)	(791)
<b>Net (loss)/profit for the period</b>	(5)	(735)	2,508	1,331
<b>Attributable to :</b>				
Equity holders of the Company	(5)	(735)	2,508	1,331
<b>(Loss)/earnings per share (sen):</b>				
Basic	(0.01)	(0.93)	3.15	1.67

**Note:**

The unaudited condensed income statement should be read in conjunction with the audited financial statements for the financial year ended 31 March 2009 and the accompanying explanatory notes attached to the Interim Financial Report.



Scanwolf Corporation Berhad (Company no: 740909-T)  
 Condensed Balance Sheet  
 As at 31 March 2010  
 (The figures have not been audited)

	As at 31 March 2010 RM'000	(Audited) As at 31 March 2009 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	26,733	30,236
Investment property	-	800
Prepaid lease payment	2,367	2,421
<b>Total non-current assets</b>	<b>29,100</b>	<b>33,457</b>
<b>Current assets</b>		
Inventories	9,814	10,065
Trade receivables	10,948	11,192
Other receivables, deposit and prepayment	1,250	903
Current tax assets	620	527
Cash and bank balances	3,671	1,322
<b>Total current assets</b>	<b>26,303</b>	<b>24,009</b>
<b>TOTAL ASSETS</b>	<b>55,403</b>	<b>57,466</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	40,000	40,000
Reserves	7,229	7,515
<b>Total Equity</b>	<b>47,229</b>	<b>47,515</b>
<b>Non-current liabilities</b>		
Hire purchase payables	260	588
Deferred taxation	3,238	2,841
<b>Total non-current liabilities</b>	<b>3,498</b>	<b>3,429</b>
<b>Current liabilities</b>		
Trade payables	2,918	1,843
Other payables	1,207	1,370
Hire purchase payables	327	446
Borrowings	224	2,863
<b>Total current liabilities</b>	<b>4,676</b>	<b>6,522</b>
<b>Total liabilities</b>	<b>8,174</b>	<b>9,951</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>55,403</b>	<b>57,466</b>
Net Assets per share (RM)	0.59	0.59

**Note:**

The unaudited condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 31 March 2009 and the accompanying explanatory notes attached to the Interim Financial Report.



Scanwolf Corporation Berhad (Company no: 740909-T)  
 Condensed Consolidated Statement of Changes in Equity  
 For the fourth quarter ended 31 March 2010  
 (The figures have not been audited)

	Non-distributable				Distributable		Total RM'000
	Share Capital RM'000	Reverse Acquisition Reserve RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Treasury Shares RM'000	Retained Profits RM'000	
As at 1 April 2009	40,000	(19,524)	2,035	1,483	(91)	23,612	47,515
Profit for the quarter	-	-	-	-	-	553	553
As at 30 June 2009	40,000	(19,524)	2,035	1,483	(91)	24,165	48,068
Profit for the quarter	-	-	-	-	-	1,214	1,214
Dividend paid	-	-	-	-	-	(1,595)	(1,595)
As at 30 September 2009	40,000	(19,524)	2,035	1,483	(91)	23,784	47,687
Profit for the quarter	-	-	-	-	-	746	746
Dividend payable	-	-	-	-	-	(1,196)	(1,196)
As at 31 December 2009	40,000	(19,524)	2,035	1,483	(91)	23,334	47,237
Purchase of treasury shares	-	-	-	-	(3)	-	(3)
Loss for the quarter	-	-	-	-	-	(5)	(5)
As at 31 March 2010	40,000	(19,524)	2,035	1,483	(94)	23,329	47,229

**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 31 March 2009 and the accompanying explanatory notes attached to the Interim Financial Report.



**Scanwolf Corporation Berhad (Company no: 740909-T)**  
**Condensed Consolidated Cashflow Statement**  
**For the fourth quarter ended 31 March 2010**  
**(The figures have not been audited)**

	<b>Cumulative</b>	
	<b>12 months ended 31 Dec</b>	
<b>Note</b>	<b>2010</b>	<b>2009</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	3,198	2,122
Adjustments for:		
Depreciation of property, plant and equipment	3,288	3,033
Amortisation of prepaid lease payment	54	54
Allowance for doubtful debts	23	258
Unrealised loss/(gain) on foreign exchange	392	(285)
Allowance for doubtful debts no longer required	(36)	-
Gain in disposal of investment property	(350)	(41)
Finance costs	237	249
	<u>6,806</u>	<u>5,390</u>
Movements in working capital:		
(Increase)/Decrease in:		
Inventories	251	407
Trade receivables	68	3,403
Other receivables, deposits and prepaid expenses	6	27
(Decrease)/Increase in:		
Trade payables	1,046	(1,336)
Other payables and accrued expenses	(145)	27
	<u>8,032</u>	<u>7,918</u>
Cash Generated From Operations	8,032	7,918
Tax penalty	(19)	(29)
Income tax paid	(329)	(489)
	<u>7,684</u>	<u>7,400</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of investment property	1,150	41
Proceeds from disposal of property, plant and equipment	700	-
Purchase of property, plant and equipment	(951)	(2,394)
	<u>899</u>	<u>(2,353)</u>
Net Cash Generated From/(Used In) Investing Activities	899	(2,353)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net repayment of bankers' acceptances	(2,639)	(1,344)
Dividend paid	(2,791)	(3,198)
Payment of listing/share issue expenses	-	(4)
Purchase of treasury shares	(4)	(91)
Finance costs paid	(237)	(249)
Repayment of hire-purchase payables	(446)	(406)
	<u>(6,117)</u>	<u>(5,292)</u>
Net Cash Used In Financing Activities	(6,117)	(5,292)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>2,466</b>	<b>(245)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING</b>	<b>1,321</b>	<b>1,567</b>
Effect of changes in exchange rate on foreign currency translation	(116)	-
<b>CASH AND CASH EQUIVALENTS AT END</b>	<b>3,671</b>	<b>1,322</b>
<b>A14</b>	<u><u>3,671</u></u>	<u><u>1,322</u></u>

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 31 March 2009 and the accompanying explanatory notes attached to the Interim Financial Report.

**Scanwolf Corporation Berhad (Company no: 740909-T)**  
**Notes To The Interim Report**  
**For the fourth quarter ended 31 March 2010**  
**(The figures have not been audited)**

**Part A - Explanatory Notes Pursuant to FRS 134**

**1. Basis of Preparation**

The unaudited interim financial statements have been prepared in accordance with the reporting requirements outlined in the Financial Reporting Standards ("FRS") No. 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), and Paragraph 9.22 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 31 March 2009. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2009.

**Changes in Significant Accounting Policies**

The accounting policies and method of computation adopted by the Group in this interim financial report are consistent with those adopted in the annual audited financial statements for the year ended 31 March 2009.

The following new FRS and Interpretations were issued but not yet effective and have not been applied by the Group:

FRS 7: Financial Instruments: Disclosures

FRS 8: Operating Segments

FRS 139: Financial Instruments: Recognition and Measurement

Amendments to FRS 1 : First-time Adoption of Financial Reporting Standards

Amendments to FRS 2 : Share-based Payment: Vesting Conditions and Cancellations

Amendments to FRS 127 : Consolidated and Separate Financial Statements: Cost of an Investment in a  
Subsidiary, Jointly Controlled Entity or Associate

IC Interpretation 9: Reassessment of Embedded Derivatives

IC Interpretation 10: Interim Financial Reporting and Impairment

IC Interpretation 11: IFRS 2 – Group and Treasury Shares Transactions

IC Interpretation 14: The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their  
interaction

The above new FRSs and Interpretations are expected to have no significant impact on the financial statements of the Group upon their initial application.

The Group are exempted from disclosing the possible impact, if any, to the financial statements upon the initial application of the above mentioned FRS and IC Interpretation.

**2. Auditors' Report on Preceding Annual Financial Statements**

The preceding audited financial statements for the financial year ended 31 March 2009 was not subject to any qualification.

**3. Comments about Seasonality or Cyclicity of Operations**

Normally the Group experiences lower sales during the first half of the financial year.

**Scanwolf Corporation Berhad (Company no: 740909-T)**  
**Notes To The Interim Report**  
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**4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the current quarter under review.

**5. Changes in estimates**

There were no changes in estimates of amounts which have a material effect in the current quarter under review.

**6. Debt and equity securities**

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities in the current quarter.

As at 31 March 2010, the number of treasury shares held is 280,900 ordinary shares.

**7. Dividend paid**

First interim tax exempt dividend of 3% or 1.5 sen per share for financial year ended 31 March 2010 amounting of RM1.19 million was paid on 28 January 2010.

**8. Segmental information**

Segmental information for the Group by primary format, business segment is presented as follows:

	<b>12 Months ended 31 March 2010 RM'000</b>	<b>12 Months ended 31 March 2009 RM'000</b>
<b>Business Segment</b>		
<b><u>Revenue</u></b>		
Manufacturing	35,458	30,803
Trading	3,884	6,148
	<u>39,342</u>	<u>36,951</u>
<b><u>Segment Results</u></b>		
Manufacturing	3,061	1,479
Trading	335	892
	<u>3,396</u>	<u>2,371</u>
Finance cost	(237)	(249)
	<u>3,159</u>	<u>2,122</u>
Income tax expense	(651)	(791)
Profit from operations	<u>2,508</u>	<u>1,331</u>
<b>Geographical Segments</b>		
<b><u>Revenue</u></b>		
<b><u>Export Market</u></b>		
Asia	14,969	15,703
Middle East	8,983	4,984
Africa	723	1,571
Oceania	343	598
Others	92	258
	<u>25,110</u>	<u>23,114</u>
Malaysia	14,232	13,837
	<u>39,342</u>	<u>36,951</u>

**Scanwolf Corporation Berhad (Company no: 740909-T)**  
**Notes To The Interim Report**  
**For the fourth quarter ended 31 March 2010**  
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**9. Valuation of property, plant and equipment**

There were no valuation of the property, plant and equipment in the current quarter under review.

**10. Material events subsequent to the end of the quarter**

In the opinion of the Directors, there were no material events between the end of the current quarter and the date of this report, which is likely to substantially affect the current quarter results under review.

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

There were no changes in the composition of the Group since the last quarter.

**12. Contingent liabilities**

The Group has no contingent liabilities which upon crystallisation would have a material impact on the financial position and business of the Group as at 20 May 2010, (the latest practicable date which is not earlier than 7 days from the date of issue of this financial results).

**13. Capital commitments**

As at 20 May 2010,(the latest practicable date which is not earlier than 7 days from the date of issue of this financial results), the commitment for capital expenditure contracted by the Group which might have a material impact on the financial position or business of the Group.

	<b>RM'000</b>
Acquisition of lease industrial land in Vietnam	<u>3,366</u>

**14. Cash and cash equivalents**

	<b>As at 31 March 2010 RM'000</b>	<b>As at 31 March 2009 RM'000</b>
Bank overdrafts	-	(650)
Cash & bank balances	3,671	1,684
	<u>3,671</u>	<u>1,034</u>

**PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS**

**1. Review of performance**

	<b>12 months ended 31 March 2010 RM'000</b>	<b>12 months ended 31 March 2009 RM'000</b>	<b>Variation %</b>
Revenue	39,342	36,951	6.5%
Profit before taxation (PBT)	<u>3,159</u>	<u>2,122</u>	48.9%

The Group recorded revenue of RM39.3 million for the 12 months ended 31 March 2010, an increase of 6.5% as compared to the preceding year same quarter. The increase in the revenue is mainly from both local and oversea customers.

The Group recorded a better PBT for the 12 months ended 31 March 2010, mainly due to increase in revenue and lower production cost.

**Scanwolf Corporation Berhad (Company no: 740909-T)**  
**Notes To The Interim Report**  
**For the fourth quarter ended 31 March 2010**  
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**2. Variation of results against preceding quarter**

	<b>Current quarter ended 31 March 2010 RM'000</b>	<b>Preceding quarter ended 31 Dec 2009 RM'000</b>	<b>Variation %</b>
Revenue	8,904	10,680	-16.6%
Profit before taxation (PBT)	<u>407</u>	<u>759</u>	-46.4%

Revenue decreased by 16.6% during the current quarter mainly due to more public holidays in the quarter. This lead to a lower PBT of RM0.4 million in the current quarter under review as compared to RM0.7 million achieved in the preceding quarter ended 31 December 2009

**3. Prospects**

For the next financial year ending 31 March 2011, the Group expects to sustain its profitability in the light of gradual recovery of the global economies.

**4. Profit forecast and profit guarantee**

The Company did not issue any profit forecast or profit guarantee in this quarter and financial year to date.

**5. Taxation**

	<b>3 months ended 31 March 2010 RM'000</b>	<b>Year to Date RM'000</b>
Income tax		
Current tax expenses	29	268
Adjustment recognised in relation to income tax of prior years	(49)	(13)
	<u>(20)</u>	<u>255</u>
Deferred tax	396	396
	<u>412</u>	<u>651</u>

The effective tax rate is lower than the statutory tax rate principally due to reinvestment allowance claim by Scanwolf Plastic Industries Sdn Bhd, a wholly-owned subsidiary of the Company.

**6. Unquoted investments and properties**

There were no changes in the unquoted investments and properties of the Group during the current quarter under review.

**7. Quoted securities**

There were no acquisitions or disposals of quoted securities during the current quarter under review.

**8. Group's borrowings and debt securities**

	<b>31 March 2010 RM'000</b>	<b>31 Mar 2009 RM'000</b>
Secured:		
Bankers' acceptances	224	2,863
	<u>224</u>	<u>2,863</u>



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**9. Off balance sheet financial instruments**

As at 20 May 2010, the Group does not have any off balance sheet financial instruments.

**10. Material litigation**

Neither the Company nor its subsidiaries is engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiaries and the Board does not know 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 its subsidiaries.

**11. Dividends**

The Directors recommend the payment of a final tax exempt dividend of 3% or 1.5 sen per share for financial year ended 31 March 2010, subject to the approval of the shareholders at the forthcoming Fourth Annual General Meeting to be announced in due course.

The date of entitlement and payment date will be announced later.

**12. Earnings per share**

Basic earnings per share is calculated by dividing net profit attributable to ordinary equity holders by the weighted average number of ordinary shares in issue during the period.

Weighted average number of ordinary shares for calculation of basic earnings per share:

	<b>3 months ended 31 March 2010 RM'000</b>	<b>12 months ended 31 March 2010 RM'000</b>
Loss/(profit) attributable to shareholders	(5)	2,508
Number of ordinary shares as at beginning	79,731	79,731
Shares purchased and held as treasury shares	(3)	(3)
Weighted average number of ordinary shares	79,728	79,728
Basic (loss)/earnings per share (sen)	(0.01)	3.15

**13. Corporate proposals**

There were no corporate proposals announced in this quarter and financial year to date.

**14. Authorisation for issue**

The unaudited interim financial reports were authorised for issue by the Board of Directors.

By order of the Board

Loo Bin Keong  
Chief Executive Director

22 May 2010