



BHS Industries Berhad (Company No: 719660-W)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 31 MARCH 2013
(The figures have not been audited)

	Third Quarter 3 months ended 31 March		Cumulative Quarters 9 months ended 31 March	
	2013 RM'000	2012 RM'000	2013 RM'000	2012 RM'000
Revenue	8,730	8,886	41,021	32,372
Operating expenses	(8,262)	(8,651)	(36,416)	(28,947)
Other income	229	175	726	889
Interest	1	1	17	14
Finance costs	(4)	(26)	(18)	(43)
Profit before tax	694	385	5,330	4,285
Taxation	(8)	(159)	(1,361)	(1,131)
Net profit for the period	686	226	3,969	3,154
Other Comprehensive Income:				
Translation of foreign operation	(11)	(2)	29	(16)
Net Gain/(Loss) on Available for sale financial assets	(16)	139	233	(634)
	(27)	137	262	(650)
Total Comprehensive Income for the period	659	363	4,231	2,504
Profit Attributable to :				
Owners of the Company	686	226	3,969	3,154
Total Comprehensive Income attributable to:				
Owners of the Company	659	363	4,231	2,504
Earnings per share (sen):				
Basic (Part B, Note 11)	0.95	0.31	5.50	4.37

Note:

The unaudited condensed consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2012 and the accompanying explanatory notes attached to the Interim Financial Report.



BHS Industries Berhad (Company No: 719660-W)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 31 MARCH 2013**
(The figures have not been audited)

	Non-distributable					Distributable		
	Share Capital RM' 000	Share Premium RM' 000	Other Reserve RM' 000	Fair Value Reserve RM' 000	Translation Reserve RM' 000	Treasury Shares RM' 000	Retained Profits RM' 000	Total RM' 000
As at 1 July 2012	40,000	1,684	(16,833)	-	42	(4,224)	39,870	60,539
Total comprehensive income for the quarter	-	-	-	105	(3)	-	1,648	1,750
As at 30 September 2012	40,000	1,684	(16,833)	105	39	(4,224)	41,518	62,289
Total comprehensive income for the quarter	-	-	-	144	1	-	1,635	1,780
As at 31 December 2012	40,000	1,684	(16,833)	249	40	(4,224)	43,153	64,069
Dividend paid							(2,163)	(2,163)
Total comprehensive income for the quarter	-	-	-	(16)	(11)		686	659
As at 31 March 2013	40,000	1,684	(16,833)	233	29	(4,224)	41,676	62,565

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 June 2012 and the accompanying explanatory notes attached to the Interim Financial Report.



BHS Industries Berhad (Company No: 719660-W)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
AS AT 31 March 2013
 (The figures have not been audited)

	Cumulative	
	9 months ended 31 March	
	2013	2012
	RM'000	RM'000
Cash Flows From Operating Activities		
Profit before tax	5,330	4,285
Adjustments for:		
Allowance for debts	500	91
Depreciation and amortisation	1,280	1,210
Fair value loss on quoted shares	8	30
Gains on foreign exchange (unrealised)	(49)	20
Recovery of debts	(21)	(119)
Interest expense	18	43
Gains on disposal of quoted shares	-	(48)
Gains on disposal of plant & equipment	-	(20)
	7,066	5,492
Changes in working capital:		
Inventories	(8,854)	420
Receivables	(968)	(3,638)
Short term investments	(211)	(5,400)
Payables	4,748	(692)
Cash generated from / (used in) operations	1,781	(3,818)
Interest paid	(18)	(43)
Taxes paid	(1,045)	(1,132)
Net cash generated from / (used) in operating activities	718	(4,993)
Cash Flows From Investing Activities		
Purchase of plant & equipment	(22)	(80)
Purchase of freehold land and industrial units	14	18
Purchase of quoted shares	-	(614)
Proceeds from the disposal of quoted shares	-	632
Proceeds from disposal of plant & machinery	-	20
Net cash used in investing activities	(8)	(24)
Cash Flows From Financing Activities		
Decrease in borrowings	160	522
Dividend paid	(2,163)	(2,163)
Net cash used in financing activities	(2,003)	(1,641)
Net Decrease in cash and cash equivalents	(1,293)	(6,658)
Effects of foreign exchange rate changes	29	(16)
Cash and cash equivalents at beginning	3,677	10,112
Cash and cash equivalents at end #	2,413	3,438

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2012 and the accompanying explanatory notes attached to the Interim Financial Statement.

Please refer to Part A, Note 14 for the analysis of Cash and Cash equivalents



BHS Industries Berhad (Company No: 719660-W)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2013
(The figures have not been audited)

	As at 31 March 2013 RM ' 000	(Audited) As at 30 June 2012 RM ' 000
ASSETS		
Non-current assets		
Plant and equipment	10,815	12,000
Investment property	6,843	6,928
Other investments	2,992	2,767
Total non-current assets	20,650	21,695
Current assets		
Inventories	21,768	12,914
Trade receivables	10,348	9,845
Other receivables, deposits and prepayments	16	30
Tax recoverable	714	571
Short term Investments	18,568	18,357
Cash and bank balances	2,413	3,677
	53,827	45,394
TOTAL ASSETS	74,477	67,089
EQUITY AND LIABILITIES		
Share capital	40,000	40,000
Share premium	1,684	1,684
Other reserve	(16,571)	(16,791)
Treasury shares	(4,224)	(4,224)
Retained earnings	41,676	39,870
Total Equity	62,565	60,539
Non-current liabilities		
Borrowings	900	1,015
Deferred tax liabilities	2,270	2,270
Total non-current liabilities	3,170	3,285
Current liabilities		
Trade payables	6,755	1,365
Other payables and accruals	1,099	1,741
Provision for taxation	468	14
Loans and borrowings	420	145
Total current liabilities	8,742	3,265
TOTAL EQUITY AND LIABILITIES	74,477	67,089
Net asset per share (RM)	0.87	0.84

Note:

The unaudited condensed consolidated Statement Of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2012 and the accompanying explanatory notes attached to the Interim Financial Report.

BHS Industries Berhad (Company no: 719660-W)
Notes To The Interim Report
For The Third Quarter Ended 31 March 2013
(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 and presented in accordance with the reporting requirements outlined in the Malaysian Financial Reporting Standard ("MFRS") 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 unaudited interim financial statements report should be read in conjunction with the audited consolidated financial statements for the year ended 30 June 2012 and the accompanying explanatory notes attached to the audited consolidated financial statements.

In the previous years, the financial statements were prepared in accordance with the Financial Reporting Standards in Malaysia. The first time adoption of MFRS does not have any significant impact on the Group's reported unaudited financial position, financial performance and cash flows.

The Group has not adopted the new standards, amendments to published standards and interpretations that have been issued but not yet effective. These new standards, amendments to published standards and interpretations do not result in significant changes in accounting policies of the Group.

2 Auditors' Report on Preceding Annual Financial Statements

The audited financial statements for the financial year ended 30 June 2012 were not subject to any qualification.

3 Comments about Seasonality or Cyclicity of Operations

The business operations of The Group were not materially affected by seasonal or cyclical changes.

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 on the results 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 under review.

7 Dividend Paid

The Company paid a dividend of RM2,163,000 on 18 January 2013 in accordance with the resolution approved by shareholders at the AGM held on 13 December 2012.

BHS Industries Berhad (Company no: 719660-W)
Notes To The Interim Report
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(The figures have not been audited)

8 Segmental Information

Segmental Information for the Group by geographical segment is presented as follows:

	9 months Ended 31 March 2013 RM'000	9 months Ended 31 March 2012 RM'000
Geographical Segments		
Revenue		
Export market	18,114	11,591
Local market	<u>22,907</u>	<u>20,781</u>
	<u>41,021</u>	<u>32,372</u>
Results		
Export market	2,026	1,211
Local market	<u>2,561</u>	<u>2,171</u>
Profit from operations	4,587	3,382
Add Other Income & Interest	<u>743</u>	<u>903</u>
	5,330	4,285
Less taxation	<u>(1,361)</u>	<u>(1,131)</u>
	<u>3,969</u>	<u>3,154</u>

Disclosure of segmental information of the Group by business segment is not presented as the Group is primarily engaged in the segment of printing.

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

There were no material events between the end of the current quarter and the date of this report, which are likely to substantially affect the current quarter results under review.

11 Changes in the Composition of the Group

There are no changes in the composition of the Group.

12 Contingent Liabilities

The Directors are of the opinion that 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 22 May 2013, the latest practicable date which is not earlier than 7 days from the date of issuance of these financial results.

13 Capital Commitments

As at 22 May 2013 (the latest practicable date which is not earlier than 7 days from the date of issuance of these financial results), the Group did not have any material commitment for contracted capital expenditure which might have a material impact on the financial position or business of the Group.

14 Cash and Cash Equivalents

	As at 31 March 2013 RM'000	As at 30 June 2012 RM'000
Cash at bank	<u>2,413</u>	<u>3,677</u>

BHS Industries Berhad (Company no: 719660-W)
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For The Third Quarter Ended 31 March 2013
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PART B: ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

1 Analysis of performance

	3rd Quarter 31.03.2013 RM'000	3rd Quarter 31.03.2012 RM'000
Revenue	<u>8,730</u>	<u>8,886</u>
Profit Before Tax	<u>694</u>	<u>385</u>

For the third quarter under review, revenue stayed at RM8.7million compared with RM8.8 million of the same quarter in the preceding year. However, the Profit Before Tax in the quarter under review increased by RM0.3 million compared with the same quarter in the preceding year. The increase was attributed to the profit generated by the publishing unit.

2 Variation of Results Against Preceding Quarter

	Current Quarter 31.03.2013 RM'000	Preceding Quarter 30.12.2012 RM'000
Revenue	<u>8,730</u>	<u>18,822</u>
Profit Before Tax	<u>694</u>	<u>2,321</u>

For the third quarter under review, the Group recorded a substantial drop in revenue of about RM10 million compared with the preceding quarter in Dec 12. The reduced overseas revenue in the current quarter accounted fully for the decrease in revenue. In line with the reduction in revenue, the Profit Before Tax to Revenue ratio was lowered to 7.9% from 12.3% in the previous quarter.

3 Prospects

The unaudited results for the nine months show that the Group's performance was RM0.8 million higher than the same period in the preceding year. The Board of Directors would expect the Group to perform satisfactorily for the remaining three months in the financial year.

4 Profit Forecast and Profit Guarantee

The Group has not issued any profit forecast or profit guarantee in the current financial year.

5 Taxation

	3 months Ended 31 Mar 2013 RM'000	9 months Ended 31 Mar 2013 RM'000
Provision of Income tax	<u>8</u>	<u>1,361</u>

The effective tax rate of the Group for 3 months ended 31 Mar 2013 is only 1.2% because the publishing unit is able to utilise the losses b/f for offset against the profits it generated. This helps reduced the tax provision for 9 months ended 31 March 2013 to 25.5% which is 0.5% above the statutory tax rate of 25%.

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Notes To The Interim Report
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6 The following items have been deducted/(credited) in arriving at the Net Profit:

	3 months Ended 31 Mar 2013 RM'000	9 months Ended 31 Mar 2013 RM'000
Depreciation and amortisation	423	1,280
Foreign exchange (gains)/loss	(48)	(22)
Allowance for debts	-	500
Impairment on quoted shares	8	8

Interest as appeared on the Comprehensive Income Statement refers to bank interest only.

*There are no gains or losses on derivative, exceptional items, provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investments or properties and impairment of assets.

7 Group's Borrowings and Debt Securities

	31 Mar 2013 RM'000
Bank loan -due within 12 months	420
Bank loan -due after 12 months	900
Total borrowings	<u>1,320</u>

The bank loans due within 12 months are denominated in Singapore Dollar for RM146,000 and US Dollar for RM274,000. The bank loan due after 12 months is wholly denominated in Singapore Dollar. The Singaporean loan is secured on the property and the USD loan is secured on a corporate guarantee given by the holding company.

8 Material Litigation

Neither the Company nor its subsidiaries are engaged in any litigation or arbitration, either as plaintiff or defendant, which have a material effect on the financial position of the Company or its subsidiaries and the Board is not aware of any proceedings pending or threatened or of any acts likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiaries.

9 Dividends

The Board of Directors did not propose any dividend in the quarter under review.

10 Retained profits/(accumulated losses) of the Group

	RM' 000
- Realised	50,638
-Unrealised	<u>(2,299)</u>
	48,339
Less Consolidated adjustment	(6,663)
Total group's retained profits	<u><u>41,676</u></u>

BHS Industries Berhad (Company no: 719660-W)
Notes To The Interim Report
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(The figures have not been audited)

11 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 (excluding treasury shares) during the period.

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

	3 months Ended 31 Mar 2013 RM'000	9 months Ended 31 Mar 2013 RM'000
Profit attributable to shareholders	<u>686</u>	<u>3,969</u>
Weighted average number of shares in issue ('000) (Excluding treasury shares)	<u>72,100</u>	<u>72,100</u>
Basic earnings per share (sen)	<u>0.95</u>	<u>5.50</u>

12 Corporate Proposals

(a) There was no corporate proposal for the period under review.

(b) Status of Utilisation of Proceeds

The Company raised a total gross proceeds of RM17,975,229 from the Rights Issue and Public Issue. The utilisation of proceeds as at 22 May 2013 (the latest practicable date not earlier than 7 days from the date of issue of this report) is as follows:

	Revised utilisation announced on 28.7.08 RM'000	Actual utilised as at 22.05.13 RM'000	*Balance to be utilised RM'000
Expansion plan	8,250	6,631	1,619
Working capital	1,270	1,270	-
	<u>9,520</u>	<u>7,901</u>	<u>1,619</u>

* The Group holds back on the expansion owing to the uncertainty in the market and there is no fixed timeframe for the investment as the board will continuously review the production capacity needs of the Group.

13 Authorisation for Issue

The unaudited interim financial statements were authorised for issuance by the Board of Directors.