



## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

### INTERIM FINANCIAL REPORT 30 JUN 2010

#### ANNOUNCEMENT

The Board of Directors of Signature International Berhad (SIB or the Company) is pleased to announce the following unaudited consolidated results of SIB and its subsidiaries (collectively known as the Group) for the period ended 30 Jun 2010.

#### CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FOURTH QUARTER ENDED 30 JUN 2010

	Individual Period		Cumulative Period	
	Current Quarter Ended 30 Jun 2010 RM'000	Preceding Year Corresponding Quarter Ended 30 Jun 2009 RM'000	Current Year Ended 30 Jun 2010 RM'000	Preceding Year Ended 30 Jun 2009 RM'000
Revenue	34,808	34,050	138,363	158,420
Operating expenses	(31,766)	(27,230)	(118,064)	(132,486)
Other operating income	647	519	1,548	1,630
Profit from operations	3,689	7,339	21,847	27,564
Finance Costs	(189)	(64)	(879)	(846)
Profit before taxation	3,500	7,275	20,968	26,718
Tax expense	(1,830)	(2,097)	(5,986)	(6,417)
Profit after taxation	1,670	5,178	14,982	20,301
Attributable to:				
- Equity holders of the parent	1,857	5,417	14,787	19,895
- Minority interest	(187)	(239)	195	406
	1,670	5,178	14,982	20,301
Basic Earnings per share (sen)	2.3	6.8	18.5	24.9

#### Notes:

- (i) The condensed consolidated income statement should be read in conjunction with the audited financial statements for the financial year ended 30 Jun 2009 and the accompanying explanatory notes attached to the interim financial report.



## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

### CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 JUN 2010

	UNAUDITED As at 30 Jun 2010 RM'000	AUDITED As at 30 Jun 2009 RM'000
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, plant and equipment	23,714	19,366
Prepaid lease rentals	6,045	6,285
Goodwill arising from Consolidation	-	370
Investment properties	4,164	3,445
Other investment	321	321
	<u>34,244</u>	<u>29,787</u>
<b>Current Assets</b>		
Inventories	8,511	9,603
Receivables - net of deposits received	44,556	38,366
Amount owing by contract customers	4,563	6,087
Tax recoverable	434	-
Deposits, cash and bank balances	26,332	22,466
	<u>84,396</u>	<u>76,522</u>
<b>TOTAL ASSETS</b>	<u>118,640</u>	<u>106,309</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	40,000	40,000
Reserves	51,703	43,271
Shareholders' equity	<u>91,703</u>	<u>83,271</u>
Minority interest	1,213	820
<b>TOTAL EQUITY</b>	<u>92,916</u>	<u>84,091</u>
<b>Non Current Liabilities</b>		
Hire purchase payables	860	1,089
Term loans	2,043	2,308
Deferred taxation	1,090	558
	<u>3,993</u>	<u>3,955</u>
<b>Current Liabilities</b>		
Payables	20,719	15,841
Provision for taxation	-	1,220
Hire purchase payables	572	608
Term loan	440	594
	<u>21,731</u>	<u>18,263</u>
<b>TOTAL LIABILITIES</b>	<u>25,724</u>	<u>22,218</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>118,640</u>	<u>106,309</u>
Net assets per ordinary share attributable to ordinary equity holders of the Company (RM)	<u>1.15</u>	<u>1.04</u>

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the financial year ended 30 Jun 2009 and the accompanying explanatory notes attached to the interim financial report.



**Signature International Berhad**

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE  
FOURTH QUARTER ENDED 30 JUN 2010**

	← Attributable to equity holders of the parent →						Total RM'000	Minority Interest RM'000	Total Equity RM'000
	Non Distributable Reserves			Distributable					
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Merger Deficit RM'000	Exchange Translation Reserve RM'000	Retained Profits RM'000			
<b>Balance as at 1 Jul 2009</b>	40,000	11,582	1,309	(28,567)	(88)	59,035	83,271	820	84,091
Profit after taxation for the year ended	-	-	-	-	-	14,787	14,787	195	14,982
Dividend paid	-	-	-	-	-	(6,400)	(6,400)	-	(6,400)
Exchange differences on retranslation of net assets of overseas subsidiaries	-	-	-	-	45	-	45	(2)	43
Subsidiary shares subscribed by Minority Interest	-	-	-	-	-	-	-	200	200
<b>Balance as at 30 Jun 2010</b>	<b>40,000</b>	<b>11,582</b>	<b>1,309</b>	<b>(28,567)</b>	<b>(43)</b>	<b>67,422</b>	<b>91,703</b>	<b>1,213</b>	<b>92,916</b>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 Jun 2009 and the accompanying explanatory notes attached to the interim financial report.



**Signature International Berhad**

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE  
FOURTH QUARTER ENDED 30 JUN 2010 (CON'T)**

	← Attributable to equity holders of the parent →					Retained Profits RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
	Non Distributable Reserves		Distributable						
	Share Capital RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Merger Deficit RM'000	Exchange Translation Reserve RM'000				
<b>Balance as at 1 Jul 2008</b>	40,000	11,582	1,257	(28,567)	-	43,140	67,412	568	67,980
Profit after taxation for the financial year	-	-	-	-	-	19,895	19,895	406	20,301
Dividend paid	-	-	-	-	-	(4,000)	(4,000)	-	(4,000)
Dividend declared to minority interests by a subsidiary	-	-	-	-	-	-	-	(178)	(178)
Acquisition of subsidiaries	-	-	-	-	-	-	-	24	24
Exchange differences on retranslation of net assets of overseas subsidiaries	-	-	-	-	(88)	-	(88)	#	(88)
Effect of changes in statutory tax rate	-	-	52	-	-	-	52	-	52
<b>Balance as at 30 Jun 2009</b>	<b>40,000</b>	<b>11,582</b>	<b>1,309</b>	<b>(28,567)</b>	<b>(88)</b>	<b>59,035</b>	<b>83,271</b>	<b>820</b>	<b>84,091</b>

# - Less than RM 1,000

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 Jun 2009 and the accompanying explanatory notes attached to the interim financial report.



## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

### CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE FOURTH QUARTER ENDED 30 JUN 2010

	Financial Year Ended 30 Jun 2010 RM'000	Preceding Year Ended 30 Jun 2009 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	20,968	26,718
<b>Adjustments:</b>		
Amortisation and depreciation	1,537	1,311
Loss / (Gain) on disposal of property, plant and equipment	(25)	3
Fixed assets written off	131	-
Loss / (Gain) on disposal of investment properties	49	(64)
Fair value adjustment on investment properties	(140)	(246)
Provision for doubtful debts	2,027	947
Bad debts written off	-	201
Provision for impairment of goodwill	370	-
Interest income	(281)	(556)
Interest expense	411	554
<b>Changes in working capital</b>	25,047	28,868
Inventories	1,092	(1,949)
Receivables	(8,217)	(15,693)
Amount owing by contract customers	1,524	2,079
Payables	4,878	(2,192)
<b>Cash generated from operations</b>	24,324	11,113
Interest received	281	556
Interest paid	(411)	(554)
Tax paid	(7,108)	(6,011)
<b>Net cash inflow from operating activities</b>	17,086	5,104
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions of property, plant and equipment and prepaid lease rentals	(5,956)	(7,411)
Additional Purchase / works on investment properties	(1,168)	(45)
Proceeds from disposal of investment properties	540	1,438
Proceeds from disposal of property, plant and equipment	204	280
Net cash flow from acquisition of subsidiary	-	52
Subscription of shares by Minority interest	200	24
<b>Net cash used in investing activities</b>	(6,180)	(5,662)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	(6,400)	(4,000)
Hire purchase	(265)	(224)
Borrowings	(418)	(145)
<b>Net cash used in financing activities</b>	(7,083)	(4,369)



## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

### CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE FOURTH QUARTER ENDED 30 JUN 2010 (CON'T)

	Financial Year Ended 30 Jun 2010 RM'000	Preceding Year Ended 30 Jun 2009 RM'000
Effects of exchange rate changes on cash and cash equivalents	43	(89)
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>3,866</b>	<b>(5,016)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>22,466</b>	<b>27,482</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>26,332</b>	<b>22,466</b>
<b>Cash and cash equivalents comprise:</b>		
Deposits with licensed banks	11,495	11,806
Cash and bank balances	14,837	10,660
	<b>26,332</b>	<b>22,466</b>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 30 Jun 2009 and the accompanying explanatory notes attached to the interim financial report.



## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

#### 1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard (FRS) 134 . Interim Financial Reporting and paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad (Bursa Securities) Listing Requirements.

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 30 Jun 2009 and the accompanying explanatory notes attached to the interim financial report.

The preparation of an interim financial report in conformity with FRS 134 . Interim Financial Reporting, requires management and the Directors to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities and income and expenses on a year to date basis. Actual results may differ from these estimates.

The interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group. The interim consolidated financial report and notes thereon do not include all the information required for a full set of financial statements prepared in accordance with FRSS.

#### 2. Summary of significant accounting policies

The significant accounting policies adopted are consistent with the audited financial statements for the financial year ended 30 Jun 2009.

The following revised FRSS, new IC interpretations and Amendments to FRSS have been issued by MASB and are effective for annual periods commencing on or after 1 Jan 2010. The Group has yet to make an early adoption for following revised FRSS, new IC interpretations and Amendments to FRSS.

FRS 4	Insurance Contracts
FRS 7	Financial Instruments: Disclosures
FRS 101	Presentation of Financial Statements (Revised 2009)
FRS 123	Borrowing Costs
FRS 139	Financial Instruments: Recognition and Measurement
Amendment to FRS 1	First-time Adoption of Financial Reporting Standards
Amendment to FRS 2	Share-based Payment - Vesting Conditions and Cancellations
Amendment to FRS 7	Financial Instruments: Disclosures
Amendment to FRS 8	Operating Segments
Amendment to FRS 107	Statement of Cash Flows
Amendment to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendment to FRS 110	Events after the Reporting Period
Amendment to FRS 116	Property, Plant and Equipment
Amendment to FRS 117	Leases



## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

#### 2. Summary of significant accounting policies (Cont'd)

Amendment to FRS 118	Revenue
Amendment to FRS 119	Employee Benefits
Amendment to FRS 120	Accounting for Government Grants and Disclosure of Government Assistance
Amendment to FRS 123	Borrowing Costs
Amendment to FRS 128	Investments in Associates
Amendment to FRS 129	Financial Reporting in Hyperinflationary Economies
Amendment to FRS 131	Interest in Joint Ventures
Amendment to FRS 132	Financial Instruments: Presentation
Amendment to FRS 134	Interim Financial Reporting
Amendment to FRS 136	Impairment of Assets
Amendment to FRS 139	Financial Instruments: Recognition and Measurement
Amendment to FRS 140	Investment Property
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 - Group and Treasury Share Transactions
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

The adoption of this interpretation would not have material impact on the financial results of the Group as the amount is immaterial.

#### 3. Auditors' Report on Preceding Annual Financial Statements

The auditors report on the preceding audited financial statements of the Company and its subsidiaries for the financial year ended 30 Jun 2009 were not subject to any qualification.

#### 4. Seasonal or Cyclical Factors

The business operations of the Group are not significantly affected by seasonal or cyclical factors other than the retail / non-project sector which is affected by the festive periods in Malaysia.

#### 5. Unusual Items

There were no items of a material and unusual nature which would substantially affect the assets, liabilities, equity, net income or cash flows of the Group for the current quarter under review and financial year to-date.

#### 6. Changes in Estimates

There were no estimates announced in regard of the current quarter and year to date results.





## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

#### 7. Changes in Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter and year to date.

#### 8. Dividend Paid

The first and final (net) dividend of 8 sen per ordinary share, in respect of financial year ended 30 Jun 2009, amounting to RM 6.4million was paid on 3 February 2010.

#### 9. Segmental Reporting

12 months ended 30 Jun 2010

	Cumulative Period	
	Current Year Ended 30 Jun 2010 RM'000	Preceding Year Ended 30 Jun 2009 RM'000
<b>Revenue</b>		
Design, manufacture and retail of Kitchen Systems and Wardrobe Systems	127,825	143,404
Marketing and Distribution of White Goods and Built-In Kitchen Appliances	3,058	4,453
Manufacture of glass and aluminium products	7,480	10,563
Others	-	-
	<u>138,363</u>	<u>158,420</u>
<b>Profit Before Tax</b>		
Design, manufacture and retail of Kitchen Systems and Wardrobe Systems	19,946	23,735
Marketing and Distribution of White Goods and Built-In Kitchen Appliances	786	1,572
Manufacture of glass and aluminium products	713	1,409
Others	(477)	2
	<u>20,968</u>	<u>26,718</u>



## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

#### 9. Segmental Reporting (Cont'd)

3 months ended 30 Jun 2010

	Individual Period	
	Current Quarter Ended 30 Jun 2010 RM'000	Preceding Year Corresponding Quarter Ended 30 Jun 2009 RM'000
<b>Revenue</b>		
Design, manufacture and retail of Kitchen Systems and Wardrobe Systems	30,564	31,993
Marketing and Distribution of White Goods and Built-In Kitchen Appliances	834	1,274
Manufacture of glass and aluminium products	3,410	783
Others	-	-
	<u>34,808</u>	<u>34,050</u>
<b>Profit Before Tax</b>		
Design, manufacture and retail of Kitchen Systems and Wardrobe Systems	4,035	7,396
Marketing and Distribution of White Goods and Built-In Kitchen Appliances	(146)	229
Manufacture of glass and aluminium products	(551)	(408)
Others	162	58
	<u>3,500</u>	<u>7,275</u>

#### 10. Valuation of Property, Plant and Equipment and Investment Properties

The valuations of the property, plant and equipment have been brought forward without amendment from the previous audited financial statements.

#### 11. Material Events Subsequent to the end of the interim period

There were no material substantial events not reflected in the interim financial results.

#### 12. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current quarter and year to date except as follows:-

On the 11<sup>th</sup> September 2009, Signature International Berhad acquired the entire equity of KubiQ Sdn Bhd (KubiQ) for a total consideration of RM2/-. KubiQ is in the business of sales and marketing of cabinets in kitchen and bedroom, knock down furniture and furniture parts, appliances and accessories. On 30 Oct 2009, the company increased its paid up capital to RM100,000/-.



## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

#### 13. Contingent liabilities

	Current Period Ended 30 Jun 2010 RM'000	Preceding Period Ended 30 Jun 2009 RM'000
Corporate guarantee given to licensed banks for credit facilities granted to the subsidiaries	<u>15,377</u>	<u>10,844</u>

#### 14. Capital Commitments

Capital commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at the balance sheet date was as follows:

	Current Year Ended 30 Jun 2010 RM'000	Preceding Year Ended 30 Jun 2009 RM'000
<b>Approved and contracted for:-</b>		
Property, Plan and Equipment	<u>6,899</u>	<u>709</u>
<b>Total capital commitments</b>	<u>6,899</u>	<u>709</u>

#### 15. Material Related Party Transactions

Details of the relationship between the Group and its related parties are as described below. The related party transactions are carried out on normal commercial terms not more favourable to the related party than those generally available to the third parties, dealt at arm's length with the Group.



## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

#### 15. Material Related Party Transactions (Cont'd)

<b>Name of Company</b>	<b>Principal Activities</b>
Duamas Consolidated Sdn Bhd (%Duamas+)	Interior Fit Out Contractor
Heart Base Sdn Bhd	Retail of kitchen and wardrobe systems

	Individual Period		Cumulative Period	
	Current Quarter Ended 30 Jun 2010 RM'000	Preceding Year Corresponding Quarter Ended 30 Jun 2009 RM'000	Current Year Ended 30 Jun 2010 RM'000	Preceding Year Ended 30 Jun 2009 RM'000
<b>Heart Base Sdn Bhd</b>				
Sale of kitchen and wardrobe systems	210	192	813	767
<b>Duamas</b>				
Project claims for Kitchen Systems, Wardrobe Systems and Interior Fit-Out Services	5,142	3,701	17,007	7,451

#### 16. Review of Performance – 12 months ended 30 Jun 2010

A summary of the financial results is set out below:-

	Individual Period		Cumulative Period	
	Current Quarter Ended 30 Jun 2010 RM'000	Preceding Year Corresponding Quarter Ended 30 Jun 2009 RM'000	Current Year Ended 30 Jun 2010 RM'000	Preceding Year Ended 30 Jun 2009 RM'000
Revenue	34,808	34,050	138,363	158,420
Profit before taxation	3,500	7,275	20,968	26,718



## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

#### 16. Review of Performance – 12 months ended 30 Jun 2010 (Cont'd)

##### (i) *Current Quarter*

The revenue of the Group for the current quarter under review was 2.2% higher than the corresponding quarter preceding year. The improved revenue from RM34.1million in the preceding year corresponding quarter to RM34.8million in the current quarter under review was mainly contributed by the Group's retail segment driven by the stronger domestic demand. This is evidenced by the gradual improvement in the consumer price index of 2% arising from the improved economic condition.

The profit before tax for the current quarter under review was lower than the corresponding quarter last year by 51.9%, a decrease from RM7.3million in the preceding year corresponding quarter to RM3.5million in the current quarter. The lower profit before tax was mainly due to the provision made for doubtful debts from the LCL project in Dubai and some local projects.

##### (ii) *Cumulative period to date*

For the financial year ended 30 Jun 2010, the Group's revenue and profit before tax declined by 12.7% and 21.5% respectively compared to the preceding year corresponding period. The Group's revenue declined from RM158.4million to RM138.4million while the profit before tax declined from RM26.7million to RM20.9million. The lower revenue was mainly attributed by the decline in retail sales by 2.1%, as in the first 3 quarters of the financial year consumers were exercising prudent spending. Despite the consistent replenishment of order book, the project segment has recorded an overall decline of 10.6% as compared to last financial year due to the condition of a few project sites which are not ready for installation.

The lower profit before tax for the year to date were mainly attributed by the overall lower sales volume recorded and increase in set up costs and provision of doubtful debts arising from the project segments.

#### 17. Current Year Prospects

The Board of Directors is optimistic that the Group will be able to deliver stronger performance for the new financial year ahead, barring any unforeseen circumstances.

#### 18. Variance between Actual Results and Forecast Results

The Group did not issue any profit forecast or profit guarantee in respect of the current financial year.



## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

#### 19. Taxation

	Individual Period		Cumulative Period	
	Current Quarter Ended 30 Jun 2010 RM'000	Preceding Year Corresponding Quarter Ended 30 Jun 2009 RM'000	Current Year Ended 30 Jun 2010 RM'000	Preceding Year Ended 30 Jun 2009 RM'000
Current Tax Expense	1,298	2,287	5,454	6,607
Deferred Tax Expense	532	(190)	532	(190)
<b>Total Income Tax Expense</b>	<b>1,830</b>	<b>2,097</b>	<b>5,986</b>	<b>6,417</b>

#### 20. Unquoted investments and properties

The acquisition and disposal of the investment properties for the current quarter was as follows:-

##### Acquisition of Investment Properties

During the quarter ended 30 Jun 2010, the Group acquired 3 units of leasehold properties for total consideration of RM 1.16million in Klang Valley. The properties were acquired via a contra transaction against the trade amount owing to the Group. The acquisition is intended for investment holding purpose.

##### Disposal of Investment Property

For year ended 30 Jun 2010, the Group had disposed an investment property in Marina Court, Kota Kinabalu for a consideration of RM0.54million.

Other than above, there were no other acquisitions and sales of unquoted investments and/or properties for the current quarter ended 30 Jun 2010.

#### 21. Quoted investments

There was no purchase or disposal of quoted securities for the current quarter under review.



## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

#### 22. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at 18 Aug 2010 (not earlier than 7 days from the date of issue of the interim financial report), except as following:-

- a) The Company proposed to undertake a bonus issue of 40,000,000 new shares of RM 0.50 each on the basis of one (1) Bonus Share for every two (2) existing shares held on 13 Jul 2010.

The approval is obtained from the Bursa Securities, the Shareholders of the Company and the other relevant authority and the corporate proposal was completed on 14 Jul 2010.

The enlarged issued and paid up capital of 40,000,000 new shares was granted listing and quotation on the Main Market of Bursa Malaysia Securities Berhad on 14 Jul 2010.

#### 23. Borrowings and Debt Securities

The Group's borrowings as at 30 Jun 2010 are as follows:

	Cumulative Period	
	Current Year Ended 30 Jun 2010 RM'000	Preceding Year Ended 30 Jun 2009 RM'000
Term Loan (Secured) :-		
Current	440	594
Non Current	2,043	2,308
Total Bank Borrowing	<u>2,483</u>	<u>2,902</u>

#### 24. Off Balance Sheet Financial Instruments

At the latest practicable date (not earlier than 7 days from the date of issue of the interim financial report), 18 Aug 2010, the Group does not have any off balance sheet financial instruments.



## Signature International Berhad

(Company No: 754118-K)

(Incorporated In Malaysia with limited liability under the Companies Act 1965)

INTERIM FINANCIAL REPORT 30 JUN 2010

### NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

#### 25. Material Litigation

At the date of this interim financial report, there are no material litigations against the Group or taken by the Group.

#### 26. Proposed Dividend

In view of the Group's financial performance for the financial year ended 30 June 2009, the Board recommends a final dividend (net) of 8 sen per ordinary share amounting to RM6.4million for the financial year ended 30 June 2009.

The final dividend recommended by the Board is approved by the shareholders at the Third Annual General Meeting held on 18 December 2009 and has been distributed to shareholders on 3 February 2010.

#### 27. Earnings per Share

	Individual Period		Cumulative Period	
	Current Quarter Ended 30 Jun 2010 RM'000	Preceding Year Corresponding Quarter Ended 30 Jun 2009 RM'000	Current Year Ended 30 Jun 2010 RM'000	Preceding Year Ended 30 Jun 2009 RM'000
<b>BASIC EARNINGS PER SHARE</b>				
Profit for the period attributable to ordinary equity holders of the Company	1,857	5,417	14,787	19,895
Weighted average number of ordinary shares in issue ('000)	80,000	80,000	80,000	80,000
Basic Earnings per Share (sen)	<u>2.3</u>	<u>6.8</u>	<u>18.5</u>	<u>24.9</u>

There is no diluted earnings per share as the Company does not have any convertible financial instruments as at the quarter ended 30 Jun 2010.

#### 28. Authorisation for issue

The interim financial report was authorized for issue by the Board of Directors in accordance with a resolution of the Board on 25 Aug 2010.