

MILUX CORPORATION BERHAD (formerly known as T.H.Hin Corporation Berhad)  
**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT**  
**FOR THE QUARTER ENDED 31 MAY 2006**

	3 MONTHS ENDED		CUMULATIVE QUARTER	
	31/5/2006	31/5/2005	31/5/2006	31/5/2005
	RM'000	RM'000	RM'000	RM'000
Revenue	17,940	15,852	47,948	45,045
Cost Of Sales	(14,702)	(12,486)	(39,656)	(36,637)
Gross Profit	3,238	3,366	8,292	8,408
Other Operating Income	249	490	765	1,076
Operating Expenses	(2,408)	(2,791)	(6,582)	(6,533)
Profit From Operation	1,079	1,065	2,475	2,951
Finance Costs	(1)	(6)	(23)	(67)
Profit Before Taxation	1,078	1,059	2,452	2,884
Taxation	(349)	(228)	(859)	(835)
Profit After Taxation	729	831	1,593	2,049
Minority Interests	(26)	(97)	46	(289)
Net Profit For The Period	703	734	1,639	1,760
Basic Earning Per Share (sen)	1.66	1.80	3.87	4.37
Fully Diluted Earning Per Share (sen)	1.66	1.78	3.87	4.35

(The unaudited Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31 August 2005)

**MILUX CORPORATION BERHAD**  
(Formerly known as T.H.Hin Corporation Berhad)  
**CONDENSED CONSOLIDATED BALANCE SHEET**  
AS AT 31 MAY 2006

	AS AT FINANCIAL PERIOD ENDED 31/5/2006 (UNAUDITED) RM' 000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/8/2005 (AUDITED) RM' 000
<b>Non Current Assets</b>		
Property, Plant & Equipment	24,745	25,173
Land Held For Development	1,186	1,186
Other Investments	3,360	3,670
Intangible Assets	225	236
<b>Current Assets</b>		
Inventories	15,757	14,994
Trade and Other Receivables	18,748	13,661
Fixed Deposits With Licensed Banks	4,242	8,003
Cash & Bank Balances	3,504	1,433
	<u>42,251</u>	<u>38,091</u>
<b>Current Liabilities</b>		
Trade and Other Payables	7,172	5,935
Hire-purchase payables	208	197
Provision for taxation	577	88
	<u>7,957</u>	<u>6,220</u>
<b>Net Current Assets</b>	<u>34,294</u>	<u>31,871</u>
	<u>63,810</u>	<u>62,136</u>
<b>Financed By:</b>		
Share Capital	42,377	42,257
Share Premium	558	556
Foreign Currency Fluctuation Reserve	(636)	(1,509)
Revaluation Reserve	690	690
Retained Profits	18,068	17,345
Shareholders' Equity	<u>61,057</u>	<u>59,339</u>
<b>Minority Interest</b>	1,244	1,290
<b>Deferred Taxation</b>	1,420	1,260
<b>Hire Purchase Creditors</b>	89	247
	<u>63,810</u>	<u>62,136</u>
<b>Net Assets Per Share (RM)</b>	<u>1.47</u>	<u>1.43</u>

(The unaudited Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31 August 2005)

MILUX CORPORATION BERHAD (formerly known as T.H.Hin Corporation Berhad)  
 UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
 FOR THE PERIOD ENDED 31 MAY 2006

	31/5/06 RM'000	31/5/05 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit Before Taxation		
Adjustments for :-	2,452	2,884
Amortisation of franchise licence	-	14
Amortisation of goodwill on consolidation	10	10
Allowance for diminution in value of other investment	-	415
Depreciation	1,557	1,614
Gain on disposal of property, plant and equipments	(20)	(290)
Loss on disposal of quoted investment	10	-
Interest expense	23	67
Bad debt written off	6	60
Dividend income	(21)	(11)
Interest income	(160)	(64)
<b>Operating Profit Before Working Capital Changes</b>	<b>3,857</b>	<b>4,699</b>
Development properties	-	4,352
Inventories	(763)	(3,116)
Receivables	(4,510)	3,392
Payables	1,249	(1,671)
<b>Cash Generated From Operations</b>	<b>(167)</b>	<b>7,656</b>
Interest paid	(23)	(67)
Dividends received	21	11
Income tax refund	224	-
Income tax paid	(579)	(799)
<b>Net Cash From Operating Activities</b>	<b>(524)</b>	<b>6,801</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payment of hire purchase payable	(162)	(92)
Proceeds from disposal of investments	300	1,000
Cash inflow from fixed deposit received	-	344
Interest Received	160	64
Proceeds from disposal of property, plant & equipment	61	364
Purchase of property, plant and equipment	(308)	(1,874)
Purchase of investments	-	(3,700)
<b>Net Cash Used In Investing Activities</b>	<b>51</b>	<b>(3,894)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of loans	-	(711)
Dividend paid	(915)	(1,153)
Proceeds from issuance of share capital (ESOS)	122	1,819
<b>Net Cash Provided By / (Used In ) Financing Activities</b>	<b>(793)</b>	<b>(45)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(1,266)</b>	<b>2,862</b>
<b>CASH AND CASH EQUIVALENT AT BEGINNING</b>	<b>9,012</b>	<b>4,591</b>
<b>CASH AND CASH EQUIVALENTS AT END</b>	<b>7,746</b>	<b>7,453</b>
<b>Represented by</b>		
Fixed deposits with licensed bank (Note 1)	4,242	3,889
Cash and bank balances	3,504	3,564
	<b>7,746</b>	<b>7,453</b>

(The unaudited Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 31 August 2005)

**MILUX CORPORATION BERHAD (formerly known as T.H.Hin Corporation berhad)**  
**CONDENSED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED 31 May 2006**

3rd quarter ended 31/5/2006	Non Distributable				Distributable		Total '000
	Share Capital '000	Share Premium '000	Foreign Exchange Flunctuation Reserve '000	Revaluation Reserve '000	Retained Profits '000		
Balance at 01/09/2005	42,257	556	(1,509)	690	17,345		59,339
Issue of share capital - Employee Share Option Scheme	120	2	-	-	-		122
Foreign currency translation differences	-	-	873	-	-		873
Net profit for the financial period	-	-	-	-	1,638		1,638
Dividends	-	-	-	-	(915)		(915)
Balance as at 31/5/2006	<b>42,377</b>	<b>558</b>	<b>(636)</b>	<b>690</b>	<b>18,068</b>		<b>61,057</b>

3rd quarter ended 31/5/2005	Non Distributable				Distributable		Total '000
	Share Capital '000	Share Premium '000	Foreign Exchange Flunctuation Reserve '000	Revaluation' Reserve '000	Retained Profits '000		
Balance at 01/09/2004	40,018	481	(9)	708	19,297		60,495
Net Profit for the year	-	-	-	-	1,760		1,760
Issue of Ordinary Shares pursuant to ESOS	1,751	68	-	-	-		1,819
Dividend	-	-	-	-	(1,153)		(1,153)
Balance as at 31/5/2005	<b>41,769</b>	<b>549</b>	<b>(9)</b>	<b>708</b>	<b>19,904</b>		<b>62,921</b>

(The unaudited Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Annual Financial Report for the year ended 31 August 2005)

**MILUX CORPORATION BERHAD**  
**(Formerly known as T.H. Hin Corporation Berhad)**  
(Company No.313619-W)

**NOTES**

**A1. Accounting Policies And Methods Of Computation**

The unaudited interim financial statements have been prepared in accordance with FRS 134, Interim Financial Reporting.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 August 2005.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited annual financial statements for the financial year ended 31 August 2005.

**A2. Audit Qualifications**

The audit report of the Group's most recent annual financial statements for the financial year ended 31 August 2005 was not subject to any qualification.

**A3. Seasonal or Cyclical Factors**

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

**A4. Extraordinary and Exceptional Items**

There were no extraordinary and exceptional items of an unusual nature affecting assets, liabilities, equity, net income or cash flow during the interim financial period under review.

**A5. Changes In Estimates**

There were no material changes in estimates that have a material effect in the current quarter.

#### A6. Debt and Equity Securities

There were no issuances, cancellations, repurchase resale and repayments of debt and equity securities except for the following:-

Employee Share Option Scheme ("ESOS")

Total share options granted, lapsed and exercised by the eligible employees and executive directors from 1 September 2005 to 31 May 2006 are as follows :-

	No of shares (‘000)
Balance as at 1/9/05	134
Lapsed	(8)
Exercised	<u>(120)</u>
Balance as at 31/5/06	<u>6</u>

#### A7. Dividend Paid

On 28 March 2006, the Company had made payment for the final dividend of 1 sen per share less tax of 28% and a special dividend of 2 sen per share less tax of 28% respectively on 42,371,990 ordinary shares, amounting to RM915,235 in respect of financial year ended 31 August 2005, which was approved in the Company's Annual General Meeting held on 17 February 2006.

#### A8. Segmental Reporting

i) The Group comprises the following main business segments:-

a) Household Products

Manufacturing and dealing in household appliances and their related products.

b) Property

Property Development

c) Others

Investment holding, interest income and the manufacturing and retailing of ice cream

By Activities	Revenue RM'000	Profit before Taxation before minority interest RM'000
Trading & Manufacturing of household products	45,767	3,040
Property Development	1,485	(42)

Others	691	(546)	
	<u>47,943</u>	<u>2,452</u>	
			<b>Total</b>
<b>By Geographical Locations</b>			<b>Assets</b>
Malaysia	47,943	2,618	RM'000
Indonesia	-	(166)	
	<u>47,943</u>	<u>2,452</u>	<u>71,768</u>

**A9. Valuation Of Property, Plant and Equipment**

The valuations of property, plant and equipment have been brought forward without amendment from the financial year for the period ended 31 May 2006.

**A10. Subsequent Material Event**

Subsequent to the end of the current reporting quarter, the Company has completed the proposed acquisition of Euro Uno Sales & Service Sdn Bhd and Eurobay Industries Sdn Bhd on 13 June 2006.

**A11. Changes in the composition of the Group**

There were no changes in the composition of the Group during the current quarter under review. However, subsequent to the end of the current quarter, Euro Uno Sales & Services Sdn Bhd and Eurobay Industries Sdn Bhd became wholly-owned subsidiaries of the Company.

**A12. Contingent Liabilities**

There were no changes in contingent liabilities since the last annual balance sheet as at 31 August 2005, except for corporate guarantees amounting to RM11.11 million (2004:RM21.4 million) issued to financial institutions for banking facilities granted to certain subsidiary companies.

**A13. Capital Commitments**

There were no material capital commitments to be incurred by the Group as at the date of this report.

**Additional Information Required By Listing Requirements of Bursa Malaysia Securities Berhad**

**B1. Review of Performance of the Company and its Principal Subsidiaries**

The Group recorded a consolidated revenue of RM17.94 million for the current quarter ended 31 May 2006, which is 13.04% improvement from that of the preceding corresponding period of RM15.87 million. The increase in revenue was mainly due to the improved marketing strategies adopted by the management of the Group for the current year to date.

However, despite a 13.04% increase in revenue, profit before taxation before minority interest of RM1,078,000 for this current quarter ended 31 May 2006 was only 1.79% higher than that of RM1,059,000 achieved in the preceding corresponding period. This is mainly attributed to the sustained increase in raw material cost faced by the Group.

**B2. Comparison with Immediate Preceding Quarter's Results**

	<b>Current Year Quarter RM'000</b>	<b>Immediate Preceding Quarter RM'000</b>	<b>Difference %</b>
Revenue	17,940	15,869	+13.05
Profit before taxation before minority interest	1,078	418	+157.89

Revenue of the Group increased to RM17.94 million for the current quarter, which is 13.05% higher than that of RM15.87 million achieved in the immediate preceding quarter. The higher revenue was due to continuous improved marketing strategies adopted by the management during the year to date.

The Group's profit before taxation before minority interest recorded an increase of 157.89 % over the preceding reporting period. This is attributed to the tight cost control undertaken by the management and also the implementation of new selling prices for some of its products in line with the increasing raw material costs during the quarter under review.

**B3. Current Year's Prospect**

Barring any unforeseen circumstances the Directors expect the Group to register better profit as the Management has turned around a loss making subsidiary into a profitable strategic business unit and coupled with the contribution from its newly acquired subsidiaries namely Euro Uno Sales & Service Sdn Bhd and Eurobay Industries Sdn Bhd .

**B4. Variance of Actual Projects from Forecast Profit**

Not applicable.



**B5. Tax Expense**

	<b>Current Year Quarter 31/5/2006 RM'000</b>	<b>Current Year To Date 31/5/2006 RM'000</b>
Income taxation:		
Current period provision	349	705
Overprovision in prior years	-	(6)
Deferred taxation:		
Transferred to deferred taxation	<u>349</u>	<u>160</u>
	<u>349</u>	<u>859</u>

The effective tax rate for the Group is higher than the statutory rate of taxation as the tax charge relates to tax on profit of certain subsidiary companies of which cannot be set-off against losses of other subsidiary companies for tax purposes.

**B6. Sale of Investments and/or Properties**

One of its subsidiary disposed off RM203,000 worth of unit trusts investment for the current quarter ended 31 May 2006.

**B7. Quoted Investment**

(a) Total purchases and disposals of quoted shares and unit trust investments for the financial period ended 28 February 2006 are as follows:-

	<b>6 Months Ended 31.5.06 RM'000</b>
Total Purchase (Quoted Shares)	-
Total Purchase (Unit trust/Bond)	-
Total Proceed on Disposal (Quoted shares)	97
Total Proceed on Disposal (Unit trust/Bond)	
Total Gain / (Loss) on disposal	<u>(10)</u>

b) Total investment in quoted shares and unit trust at cost less allowances for diminution in value

	<b>6 Months Ended 31.5.06 RM'000</b>
Total investment at carrying value / book value	<u>3,360</u>

Total investment at market value at end of reporting period

3,410

**B8. Status of Corporate Proposals**

- i) As announced to Bursa Securites Malaysia Berhad on 24 February 2006, the Securities Commission vide its letter dated 21 February 2006 approved the proposed private placement of new ordinary shares of RM1.00 each of up to ten percent (10%) of the issued and paid-up share capital of the Company.

In view of the current price of the Company's shares is not favourable for the Company, the private placement has not been implemented at the date of this report.

- ii) As announced to Bursa Securites Malaysia Berhad on 24 March 2006, the Company proposed to acquire the following:-
- (a) 1,600,000 ordinary shares of RM1.00 each in Euro Uno Sales & Service Sdn Bhd ("Euro Uno") representing 100% of the equity interest in Euro Uno; and
- (b) 100,000 ordinary shares of RM1.00 each in Eurobay Industries Sdn Bhd ("Eurobay") representing 100% of the equity interest in Eurobay.

(collectively referred to as the "Proposed Acquisitions")

In this regard, the Company had on 24 March 2006 entered into the conditional Shares Sale Agreement with the Vendors of Euro Uno and Eurobay as in relation to the Proposed Acquisitions, for a total cash consideration of RM15,225,000.

The Company has paid a deposit of RM1,522,500 on execution of the conditional Shares Sale Agreement to the Vendors which was reflected in the current quarter's financial.

At the Extraordinary General Meeting held on 29 May 2006, the Shareholders of the Company approved the above proposed acquisition.

The above proposed acquisitions were completed on 13 June 2006.

**B9. Group Borrowings and Securities**

The Group's borrowing for the quarter ended 31 May 2006 are as follows:-

**RM'000**

- a) Secured And Unsecured Borrowing

i)	Secured	-
ii)	Unsecured	-
		<hr/>
		-
		<hr/>
b)	Hire Purchase Creditors	
i)	Payable within the next twelve months	208
ii)	Payable after the next twelve months	89
		<hr/>
		297
		<hr/>

**B10. Off Balance Sheet financial Instruments**

The Group does not have any financial instruments with off balance sheet risk as at the date of this report.

**B11. Material Litigation**

There were no material litigation at the date of this quarterly report.

**B12. Dividend Payable**

The Board of Directors has recommended an interim dividend of 3% per share less tax and will be paid on 29 September 2006 to Depositors whose names appear in the Record of Depositors on 1 September 2006.

**B13. Earnings Per Share**

The basic earnings per share for the quarter and cumulative year to date are computed as follows:

	Individual Current Year Quarter	Cumulative Current Year To date
Net Profit for the period (RM'000)	703	1,639
Weighted average number of ordinary shares of RM1.00 each in issue ('000)	42,366	42,366
Basic Earnings Per Share based on Weighted average number of ordinary Shares of RM1.00 each in issue (RM)	1.66	3.87

The diluted earnings per share for the quarter and cumulative year to date are computed as follows:

	Individual Current Year Quarter	Cumulative Current Year To date
Net Profit for the priod (RM'000)	703	1,639
Adjusted weighted average number of Ordinary shares of RM1.00 each in Issue ('000)	42,377	42,377
Diluted Earnings Per Share based on Adjusted weighted average number of Ordinary shares of RM1.00 each in issue (‘000)	1.66	3.87

Date : July 27, 2006