

**DAIBOCHI PLASTIC AND PACKAGING INDUSTRY BHD (12994-W)**

Quarterly Report for the third quarter ended 30 September 2012

The Board of Directors is pleased to submit its quarterly report on the consolidated results of the Group for the third quarter ended 30 September 2012. The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	3 Months ended		9 Months ended	
	30.09.2012	30.09.2011	30.09.2012	30.09.2011
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>	<b>65,657</b>	67,665	<b>204,992</b>	208,526
Expenses excluding finance costs and tax	<b>(56,992)</b>	(62,431)	<b>(181,204)</b>	(190,906)
Other operating income	<b>687</b>	650	<b>2,193</b>	1,600
<b>Profit from operations</b>	<b>9,352</b>	5,884	<b>25,981</b>	19,220
Finance costs	<b>(194)</b>	(309)	<b>(708)</b>	(902)
Share of results of associate	<b>95</b>	(82)	<b>(33)</b>	(313)
<b>Profit before tax</b>	<b>9,253</b>	5,493	<b>25,240</b>	18,005
Income tax expense	<b>(2,313)</b>	(773)	<b>(6,476)</b>	(3,279)
<b>Profit for the period</b>	<b>6,940</b>	4,720	<b>18,764</b>	14,726
<b>Other comprehensive income, net of tax:</b>				
Exchange differences arising on translation of foreign operation	<b>(12)</b>	(159)	<b>(23)</b>	(42)
<b>Total Comprehensive Income for the period</b>	<b>6,928</b>	4,561	<b>18,741</b>	14,684
<b>Profit attributable to:</b>				
Owners of the Company	<b>6,903</b>	4,543	<b>18,393</b>	14,164
Non-controlling interests	<b>37</b>	177	<b>371</b>	562
	<b>6,940</b>	4,720	<b>18,764</b>	14,726
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	<b>6,897</b>	4,462	<b>18,381</b>	14,143
Non-controlling interests	<b>31</b>	99	<b>360</b>	541
	<b>6,928</b>	4,561	<b>18,741</b>	14,684
<b>Earnings per ordinary share attributable to owners of the Company</b>				
- Basic (sen)	<b>6.06</b>	4.02 *	<b>16.24</b>	12.54 *

\* For comparative purpose, the Earnings Per Share for the quarter/ period ended 30 September 2011 had been adjusted to reflect the bonus issue of 1 for every 2 ordinary shares held by the entitled shareholders, par value RM1.00 each which was completed on 10 September 2012.

**(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Report for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.)**

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Unaudited As At 30.09.2012 RM'000	Audited As At 31.12.2011 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	82,196	75,313
Land held for development	7,906	7,900
Investment in associate	22,972	23,005
Deferred tax assets	42	42
<b>Total non-current assets</b>	<b>113,116</b>	<b>106,260</b>
<b>Current assets</b>		
Inventories	48,210	44,912
Trade and other receivables	56,020	65,873
Derivative financial assets	9	-
Tax recoverable	1,098	602
Short-term deposits, cash and bank balances	10,812	10,410
<b>Total current assets</b>	<b>116,149</b>	<b>121,797</b>
<b>Total assets</b>	<b>229,265</b>	<b>228,057</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Share capital	113,853	75,902
Share premium	2,635	2,358
Treasury shares	(396)	(3,333)
Translation reserves	249	233
Retained earnings	34,157	65,038
Equity attributable to owners of the Company	150,498	140,198
Non-controlling interests	1,131	2,190
<b>Total equity</b>	<b>151,629</b>	<b>142,388</b>
<b>Non current liabilities</b>		
Borrowings		
- interest bearing	8,311	8,394
Deferred tax liabilities	7,293	6,847
<b>Total non current liabilities</b>	<b>15,604</b>	<b>15,241</b>
<b>Current liabilities</b>		
Trade and other payables	37,832	42,654
Derivative financial liabilities	-	196
Borrowings		
- bank overdraft (interest bearing)	4,074	2,195
- others (interest bearing)	16,273	24,952
Current tax liabilities	3,853	431
<b>Total current liabilities</b>	<b>62,032</b>	<b>70,428</b>
<b>Total liabilities</b>	<b>77,636</b>	<b>85,669</b>
<b>Total equity and liabilities</b>	<b>229,265</b>	<b>228,057</b>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Report for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.)

**DAIBOCHI PLASTIC AND PACKAGING INDUSTRY BHD (12994-W)**

Quarterly Report for the third quarter ended 30 September 2012

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	<u>Attributable to owners of the Company</u>							Total equity RM'000
	Issued capital RM'000	Treasury shares RM'000	Non-Distributable reserves -		Distributable reserve -	Total RM'000	Non-controlling interests RM'000	
			Share premium RM'000	Translation reserve RM'000	Retained earnings RM'000			
<b>Balance as at 1 January 2012</b>	<b>75,902</b>	<b>(3,333)</b>	<b>2,358</b>	<b>233</b>	<b>65,038</b>	<b>140,198</b>	<b>2,190</b>	<b>142,388</b>
Total comprehensive income for the period	-	-	-	(12)	18,393	18,381	360	18,741
<b>Transactions with owners :</b>								
Dividends paid to owners of the Company	-	-	-	-	(10,200)	(10,200)	-	(10,200)
Dividends paid to a non-controlling shareholder	-	-	-	-	-	-	(172)	(172)
Bonus shares issue	37,951	-	-	-	(37,951)	-	-	-
Share buy-back	-	(1,318)	-	-	-	(1,318)	-	(1,318)
Disposal of treasury shares	-	4,255	277	-	-	4,532	-	4,532
Changes in ownership interests in subsidiary	-	-	-	28	(1,123)	(1,095)	(1,247)	(2,342)
Total transactions with owners	<b>37,951</b>	<b>2,937</b>	<b>277</b>	<b>28</b>	<b>(49,274)</b>	<b>(8,081)</b>	<b>(1,419)</b>	<b>(9,500)</b>
<b>Balance as at 30 September 2012</b>	<b>113,853</b>	<b>(396)</b>	<b>2,635</b>	<b>249</b>	<b>34,157</b>	<b>150,498</b>	<b>1,131</b>	<b>151,629</b>
<b>Balance as at 1 January 2011</b>	<b>75,902</b>	<b>(1,669)</b>	<b>2,356</b>	<b>180</b>	<b>54,697</b>	<b>131,466</b>	<b>1,654</b>	<b>133,120</b>
Total comprehensive income for the period	-	-	-	(21)	14,164	14,143	541	14,684
<b>Transactions with owners :</b>								
Dividends paid to owners of the Company	-	-	-	-	(7,491)	(7,491)	-	(7,491)
Dividends paid to non-controlling shareholders	-	-	-	-	-	-	(190)	(190)
Share buy-back	-	(3,967)	-	-	-	(3,967)	-	(3,967)
Disposal of treasury shares	-	2,853	2	-	-	2,855	-	2,855
Total transactions with owners	-	(1,114)	2	-	(7,491)	(8,603)	(190)	(8,793)
<b>Balance as at 30 September 2011</b>	<b>75,902</b>	<b>(2,783)</b>	<b>2,358</b>	<b>159</b>	<b>61,370</b>	<b>137,006</b>	<b>2,005</b>	<b>139,011</b>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Report for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.)

**DAIBOCHI PLASTIC AND PACKAGING INDUSTRY BHD (12994-W)**

Quarterly Report for the third quarter ended 30 September 2012

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>Unaudited 9 Months ended 30.09.2012 RM'000</b>	Unaudited 9 Months ended 30.09.2011 RM'000
<b>CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES</b>		
Cash receipts from customers and other receivables	219,644	214,177
Cash paid to suppliers, employees and other payables	<b>(184,638)</b>	<b>(187,882)</b>
Cash generated from operations	<b>35,006</b>	26,295
Interest paid	<b>(289)</b>	(646)
Tax paid	<b>(3,103)</b>	<b>(4,579)</b>
Net Cash From Operating Activities	<b>31,614</b>	21,070
<b>CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES</b>		
Other interest received	124	58
Acquisition of interests of non-controlling interests	<b>(2,342)</b>	-
Increase in expenditure for land held for development	<b>(6)</b>	-
Purchase of property, plant and equipment, net of HP drawn down	<b>(14,616)</b>	(10,240)
Proceeds from disposal of property, plant and equipment	<b>82</b>	147
Net Cash Used In Investing Activities	<b>(16,758)</b>	<b>(10,035)</b>
<b>CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES</b>		
Share buy-back	<b>(1,318)</b>	(3,968)
Proceeds from disposal of treasury shares	<b>4,532</b>	2,855
Proceeds from long-term loans drawn down	<b>5,213</b>	5,705
Repayment of long-term loans	<b>(3,521)</b>	(2,405)
Dividends paid to owners of the Company	<b>(10,200)</b>	(7,491)
Dividends paid to non-controlling shareholders	<b>(172)</b>	(190)
Interest paid	<b>(419)</b>	(256)
(Repayment of)/proceeds from short-term borrowings (net)	<b>(10,248)</b>	3,416
Repayment of hire-purchase	<b>(207)</b>	<b>(244)</b>
Net Cash Used In Financing Activities	<b>(16,340)</b>	<b>(2,578)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(1,484)</b>	8,457
<b>Cash and cash equivalents at the beginning of the year</b>	<b>8,215</b>	3,376
Effect of exchange differences	7	9
<b>Cash and cash equivalents at the end of the period</b>	<b>6,738</b>	11,842
<b>* Cash and cash equivalents at end of the period consist of :-</b>		
Short-term deposits with licensed banks	<b>5,700</b>	3,126
Cash and bank balances	<b>4,949</b>	10,710
Housing Development Account with licensed bank	<b>163</b>	160
Bank overdrafts	<b>(4,074)</b>	<b>(2,154)</b>
	<b>6,738</b>	11,842

**(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Report for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.)**