

TSM Global Berhad (Co. No. 73170-V)

Condensed Consolidated Statement of Financial Position
As at 31 January 2011 - unaudited

	As at end of Current Quarter 31 January 2011 RM'000	As at Preceding Year Ended 31 January 2010 Restated RM'000
ASSETS		
Non - Current Assets		
Property, Plant and Equipment	125,032	61,708
Investment in Associated Companies	12,687	12,039
Other Investments	5,132	395
	142,852	74,142
Current Assets		
Inventories	47,609	32,654
Trade and other receivables, including derivatives	84,951	53,051
Short -term investment	32,737	52,145
Cash and bank balances	80,681	75,321
	245,978	213,171
TOTAL ASSETS	388,829	287,313
 Equity attributable to equity holders of the parent		
Share Capital	127,392	55,211
Reserves	68,173	91,432
Treasury shares	-	(1)
Equity attributable to shareholders of the Company	195,565	146,642
Minority interests	104,487	95,528
Total Equity	300,052	242,170
 Non Current Liabilities		
Bank Borrowings	7,184	4,682
Other payables	1,416	-
Deferred taxation	2,030	1,830
	10,630	6,512
 Current Liabilities		
Trade and other payables	49,467	32,028
Bank Borrowings	24,154	1,338
Provision for Taxation	4,526	5,264
	78,147	38,630
Total Liabilities	88,777	45,142
TOTAL EQUITY AND LIABILITIES	388,829	287,313
 Net assets per share attributable to ordinary shareholders of the Company (RM)	 1.54	 1.15

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31 January 2010 and the accompanying explanatory notes attached to the interim financial statements.

TSM Global Berhad (Co. No. 73170-V)

Condensed Consolidated Statement of Comprehensive Income
For the year ended 31 January 2011 - unaudited

	Current Quarter		Cumulative Quarter	
	3 months ended 31 January		12 months ended 31 January	
	2011 RM'000	2010 RM'000	2011 RM'000	2010 RM'000
Revenue	109,452	73,142	398,376	258,219
Profit from Operations	19,485	16,988	62,944	50,660
Other income	2,936	779	8,334	2,579
Finance Cost	(803)	(24)	(2,364)	(648)
Share of profit of associated companies	579	982	2,545	2,105
Profit before tax	22,198	18,725	71,459	54,696
Income tax	(4,061)	(5,374)	(14,956)	(12,695)
Profit for the period	18,137	13,351	56,503	42,001
Other comprehensive income, net of tax				
Foreign currency translation differences for foreign operation	(35)	249	(1,008)	(616)
Total comprehensive income for the period	18,102	13,600	55,495	41,385
Profit attributable to :				
Shareholders of the Company	12,654	7,639	35,694	24,590
Minority interest	5,484	5,712	20,809	17,411
Profit for the period	18,137	13,351	56,503	42,001
Total comprehensive income attributable to :				
Shareholders of the Company	12,631	7,788	35,089	24,220
Minority interest	5,470	5,812	20,405	17,165
Total comprehensive income for the period	18,102	13,600	55,495	41,385

**Earnings per share attributable
to shareholders of the Company :**

- Basic (sen)	10.19	6.15	28.74	19.80
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The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial report for the year ended 31 January 2010 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statements of Changes in Equity
For the year ended 31 January 2011 - unaudited

	Equity Attributable to Shareholders of the Company							
	Share Premium (RM'000)	Non Distributable Exchange Reserves (RM'000)	Revaluation Reserve (RM'000)	Capital Reserve (RM'000)	Distributable Retained Earnings (RM'000)	Total Reserves (Non Distributable and Distributable) (RM'000)	Treasury Shares (RM'000)	Total Equity (RM'000)
Year ended 31 January 2010								
Balance at 1 February 2009	3,715	1,452	377	1,693	62,661	69,898	-	123,364
Total comprehensive income for the year	-	(370)	-	-	24,590	24,220	-	24,220
Transfer reserves from an associate	-	-	-	614	(614)	-	-	17,411
Utilisation of reserves of an associate	-	-	-	(68)	-	(68)	-	0
Currency translation difference	-	-	-	-	-	-	-	(45)
Purchase of treasury shares	-	-	-	-	-	-	(1)	(247)
Issuance of shares	-	-	-	-	-	-	-	(1)
Dividend paid to minority shareholders	-	-	-	-	-	-	-	1,745
Dividend paid by a subsidiary	-	-	-	-	(2,692)	(2,692)	-	(2,692)
Balance at 31 January 2010	3,715	1,082	377	2,239	83,945	91,358	(1)	146,568

	Equity Attributable to Shareholders of the Company							
	Share Premium (RM'000)	Non Distributable Exchange Reserves (RM'000)	Revaluation Reserve (RM'000)	Capital Reserve (RM'000)	Distributable Retained Earnings (RM'000)	Total Reserves (Non Distributable and Distributable) (RM'000)	Treasury Shares (RM'000)	Total Equity (RM'000)
Year ended 31 January 2011								
Balance at 1 February 2010, as previously stated	3,715	1,082	377	2,239	83,945	91,358	(1)	146,568
Effect of adopting FRS 139	-	-	-	-	74	74	-	74
Balance at 1 February 2010, as restated	3,715	1,082	377	2,239	84,019	91,432	(1)	146,642
Total comprehensive income for the year	-	(605)	-	-	35,694	35,089	-	35,089
Issuance of shares	-	-	-	-	-	-	-	1,985
Bonus Issue	(99)	-	-	-	(63,696)	(63,795)	-	(99)
Sold of treasury shares	-	-	-	-	-	-	1	1
Transfer reserves from an associate	-	-	-	107	(107)	-	-	-
Acquisition of a subsidiary - Kensissha (M) Sdn Bhd	8,580	-	-	-	-	8,580	-	15,080
Dividend paid to minority shareholders	-	-	-	-	-	-	-	554
Dividend paid to shareholders	-	-	-	-	(3,132)	(3,132)	-	(12,000)
Balance at 31 January 2011	12,196	477	377	2,347	52,777	68,173	-	195,565
								104,487
								300,052

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 January 2010 and the accompanying explanatory notes attached to these condensed consolidated interim financial statements.

TSM Global Berhad (Co. No. 73170-V)

Condensed Consolidated Statement of Cash Flows
for the year ended 31 January 2011 - unaudited

	Year ended 31 January 2011 RM'000	Year ended 31 January 2010 RM'000
Net Profit before tax	71,459	54,696
Adjustment for non-cash flow items:		
Depreciation of property, plant and equipment	20,986	10,409
Allowance for doubtful debts	-	19
PPE written off	21	-
Goodwill on acquisition of subsidiary written off (net)	275	-
Impairment loss on goodwill	-	50
Impairment loss on investments in associates	-	700
Revers impairment loss on PPE	(42)	-
Interest expense	2,364	436
Loss /(Gain) on disposal of property, plant and equipment	43	(46)
Fair value gain on quoted investments	(4,738)	-
Share of profit of associated company	(2,545)	(2,105)
Interest income	(3,987)	(2,335)
Operating profit before changes in working capital	83,838	61,825
Changes in working capital :		
Decrease/(Increase) in inventories	(9,465)	(4,367)
Decrease/(Increase) in trade and other receivables	(7,643)	(6,156)
(Decrease)/Increase in trade and other payables	(10,623)	9,610
Cash generated from operating activities	56,107	60,912
Interest paid	(2,364)	(436)
Taxation paid	(18,124)	(8,704)
Net cash generated from operating activities	35,619	51,772
Investing Activities		
Purchase of debts	(7,897)	-
Dividend received from an associated company	889	1,181
Advance to an associate	-	(1)
Purchase of property, plant and equipment	(17,899)	(5,075)
Proceeds from disposal of property, plant and equipment	9	99
Interest received	3,987	2,335
Net cash used in investing activities	(20,911)	(1,461)
Financing Activities		
Proceeds from issuance of shares	1,985	1,745
Purchases of treasury shares	-	(1)
Net drawdown of term borrowings	5,883	-
Repayment of hire purchases payables	(3,263)	(112)
Repayment of term loan	(18,229)	(1,140)
Repayment of short-term borrowings	-	(13,576)
Dividend paid to minority shareholders	(12,000)	(8,000)
Dividend paid to shareholders	(3,132)	(2,692)
Net cash used in financing activities	(28,757)	(23,776)
Net (decrease)/ increase in cash and cash equivalents	(14,048)	26,534
Cash and cash equivalents at beginning of period	127,466	100,932
Cash and cash equivalents at end of period	113,418	127,466

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31 January 2010 and the accompanying explanatory notes attached to these condensed consolidated interim financial statements.

TSM GLOBAL BERHAD (Co. No. 73170-V)
INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FINAL QUARTER
ENDED 31 JANUARY 2011

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A1 Basis of Preparation

These condensed consolidated interim financial statements have been prepared in accordance with the applicable disclosure provisions under Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and FRS 134: Interim Financial Reporting. They do not include all the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 January 2010.

A2 Significant Accounting Policies

The accounting policies and method of computation applied by the Group in these condensed consolidated interim financial statements are consistent with those applied by the Group in its consolidated financial statements as at and for the year ended 31 January 2010, except for the application of the following new or revised Financial Reporting Standards ("FRS") where applicable to the Group, effective for the following period beginning 1 February 2010:

FRS 7	Financial Instruments: Disclosures
FRS 8	Operating Segments
FRS 101	Presentation of Financial Statements (Revised 2009)
FRS 139	Financial Instruments: Recognition and Measurement
Amendments to FRS 2	Share-based payments (Vesting conditions and cancellations)
Amendments to FRS 117	Leases
Amendments to FRS 118	Revenue
Amendments to FRS 123	Borrowing costs
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 134	Interim Financial Reporting
Amendments to FRS 140	Investment Property

The above FRSs and Amendments to FRSs are effective for financial periods beginning after 1 January 2010. The application of the above FRSs and Amendments to FRSs did not result in significant change in the accounting policies and presentation of the financial results of the Group, except as discussed in the following:

(a) FRS 101: Presentation of Financial Statements

Prior to 1 February 2010, the components of a set of financial statements consisted of a balance sheet, an income statement, a statement of changes in equity, a cash flow statement and notes to the financial statements.

With the adoption of revised FRS 101, a set of financial statements now comprise a statement of financial position, a statement of comprehensive income, a statement of changes in equity, a statement of cash flow and notes to the financial statements. The statement of comprehensive income consists of profit or loss for the period and other comprehensive income. All non-owner changes in equity previously presented in the consolidated statement of changes in equity are now presented as components in the statement of comprehensive income.

Since the change only affects presentation aspects, there is no financial impact on the Group.

(b) FRS 117: Leases

Prior to the adoption of the Amendment to FRS 117, leasehold lands were treated as operating leases and classified as prepaid lease payments. With the adoption of Amendment to FRS 117, the Group has reassessed and determined that lands with initial lease term of 50 years or more are in substance finance leases. Accordingly, the Group has reclassified the long term leasehold lands to property, plant and equipment.

The change of this accounting policy has been made retrospectively in accordance with the transitional provision of the amendments. The comparative figures have been restated as follows:

<u>At 31 January 2010:</u>	<u>As previously stated RM'000</u>	<u>Reclassification RM'000</u>	<u>As restated RM'000</u>
Property, plant and equipment	58,967	2,741	61,708
Prepaid lease payments	2,741	(2,741)	-

(c) FRS 139: Financial Instruments – Recognition and Measurement

FRS 139 establishes principles for recognizing and measuring financial assets, financial liabilities and some contracts to buy and sell non-financial items and permits hedge accounting only under strict circumstances.

Prior to the application of FRS 139, all unrecognized foreign currency exchange gain or loss arising from foreign currency forward contracts are only recognized in profit and loss on their settlement dates.

In accordance with the requirements of FRS 139, foreign currency forward contracts entered into by subsidiaries of the Group have been measured at fair value and changes in the fair value are recognized immediately in profit or loss in the period.

As allowed under the transitional provisions of this standard, the required changes are applied prospectively and the comparative information is not restated. However, the derivatives, financial assets and financial liabilities of the Group as at 1 February 2010 have been identified and re-measured. The difference between the re-measured amount and the previous carrying amount has been recognized as an adjustment to the retained earnings and minority interests as at 1 February 2010 as follows:

	<u>Retained Earnings RM'000</u>	<u>Minority Interests RM'000</u>
As at 31 January, as previously stated	83,945	95,479
Initial recognition of derivatives at 1 February 2010	74	49
As at 1 February 2010, as restated	<u>84,019</u>	<u>95,528</u>

A3 Status of Audit Qualifications

The audited financial statements of the Group for the year ended 31 January 2010 were not subject to any audit qualification.

A4 Seasonal or cyclical factors

The Group's operations have not been materially affected by seasonal or cyclical factors.

A5 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 that are unusual because of their nature, size or incidence for the financial period under review.

A6 Material Changes in Estimates

There were no material changes in estimates used in the preparation of the financial statements in the current financial quarter.

A7 Issuance, cancellation, repurchases, resale and repayments of debts and equity securities

During the current financial quarter, the Company sold 1,000 ordinary shares of treasury shares on 3 January 2011 for total consideration of RM3,884.82.

During the quarter ended 31 January 2011, the issued and paid-up capital of the Company was increased from RM62,745,900 to RM127,391,800 as a result of the issue and allotment of 950,000 ordinary shares of RM1 each at RM1 per share under the Company's ESOS and a bonus issue of 63,695,900 new ordinary shares.

A8 Dividend Paid

The final tax exempt dividend of 5 sen per ordinary share of RM1 each for the financial year ended 31 January 2010 was paid on 18 August 2010.

A9 Segmental Reporting

The Group's segmental reporting for the twelve months period ended 31 January 2011 was as follows:

	<u>Gross</u> <u>Revenue</u> <u>RM'000</u>	<u>Profit (loss)</u> <u>before tax</u> <u>RM'000</u>
Manufacturing - Wire Harness	328,384	64,780
Manufacturing - Die-casting & Precision	69,077	(1,003)
Trading	-	272
Health and wellness	915	(467)
Investment holding and others	-	5,333,
	<hr/> 398,376	<hr/> 68,914
Group's share of associated companies	-	2,545
	<hr/> 398,376	<hr/> 71,459

A10 Valuations of Property, Plant and Equipment

The valuations of land and buildings have been brought forward, without amendment from the previous annual report.

A11 Material Subsequent Events

There were no material subsequent events subsequent to the end of the period reported on that has not been reflected in the financial statements.

A12 Changes in Composition of the Group

There was no material change in the composition of the Group during the financial period under review.

A13 Changes in Contingent Liabilities

There were no changes in the contingent liabilities or contingent assets since the last financial year ended 31 January 2010 except for the issuance of a corporate guarantee by TSM Global Berhad to a banker of Kenseisha (M) Sdn Bhd on 31st May 2010 for banking facilities of RM31,000,000 and industrial hire purchase facilities of up to RM3,000,000.

A14 Capital Commitments

The amount of capital commitments not provided for the interim financial statements as at 31 January 2011 was as follows:

Approved and contracted for

RM'000

5,523

B. Explanatory Notes Pursuant To Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad

B1 Taxation

The taxation of the Group for the financial period under review was as follows:

	<u>Current Quarter Ended 31 January 2011 RM'000</u>	<u>Cumulative Year To Date Ended 31 January 2011 RM'000</u>
Under / (over) provision in previous period	1	91
Taxation for current financial period	4,060	14,865
	4,061	14,956

B2 Profit/(Loss) on sale of unquoted investments and/or properties

During the financial period under review, there was no sale of unquoted investments or properties.

B3 Quoted Investments

a) Purchases and disposal of quoted securities

There were no purchases or sales of quoted securities for the financial period under review.

b) Investment in quoted securities as at 31 January 2011

	<u>RM'000</u>
At cost	987
At Fair Value	5,132
Market Value	5,132

B4 Status of corporate proposals announced

On 29 October 2010, the Company proposed to undertake a bonus issue of up to 63,695,900 new shares to be credited as fully paid-up, on the basis of one (1) Bonus Share for every one (1) existing Share held at an entitlement date to be determined and announced later ("Proposed Bonus Issue"). The proposed Bonus Issue has been approved by the shareholders at Extraordinary General Meeting held on 13 December 2010.

The Proposed Bonus Issue was completed on 10 January 2011.

B5 Borrowing and debt securities

	<u>At 31 January 2011</u>
	<u>RM'000</u>
<u>Short Term</u>	
Secured	24,154
Unsecured	-
<u>Long Term</u>	
Secured	7,184
Unsecured	-
	<u>31,338</u>

Group borrowings breakdown by currencies

<u>Functional currency</u>	<u>Denominated in</u>	<u>At 31 January 2011</u>
		<u>RM'000</u>
RM	RM	29,874
USD	USD	1,464
		<u>31,338</u>

B6 Disclosure of Derivatives

With the adoption of FRS 139, the Group does not have any other material financial instruments with off balance sheet risks as at 31 January 2011. The nature and values of outstanding derivatives as at 31 January 2011 is nil.

Foreign currency trade loan are entered into to protect the Group from exposure to currency movements in exchange rates, whenever deemed necessary and appropriate.

The fair value of the foreign currency trade loan is determined using market rates at the end of the reporting period and changes in the fair value is recognized in profit and loss.

These foreign currency trade loan are entered into with licensed banks at pre-determined exchange rates, thus the Group is not exposed to credit risk or market risk. There are no cash requirements on the date of inception of this foreign currency trade loan.

The group has set aside the cash required to meet the above liabilities when they fall due or in tandem with the settlement of the underlying hedged item.

B7 Changes in Material Litigation

There is no pending material litigation as at the date of this interim financial report.

B8 Material changes in the Profit/Loss before taxation for the quarter compared with the preceding quarter

The Group's sales for the current quarter of RM109.452 million were 4.05% higher than the immediate preceding quarter's sales of RM105.189 million.

The profit before taxation for the period is RM22.198 million which is RM6.136 or 38.20% higher than the immediate preceding quarter's profit of RM16.062 million.

B9 Review of Performance

The Group's sales for the year ended 31st January 2011 of RM398.376 million are higher by 54.28% compared to the corresponding period last year. The main reason is the inclusion of eight month's sales of our new subsidiary, Kenseisha. Our wire harness business has also increased in line with the stronger automotive market in Malaysia during 2010 compared to 2009.

The Net Profit after Taxation for the current quarter of RM18.137 million is an increase of RM4.786 million (35.85%) compared to the corresponding quarter last year. The Group's Basic Earnings per share for the current quarter is 10.19 sen compared to 6.15 sen for the corresponding quarter last year.

The Net Profit after Taxation for the 12 months ended 31st January 2011 of RM56.503 million is an increase of RM14.502 million (34.52%) compared to the corresponding period last year. The Group's Basic Earnings per share for the 12 month period is 28.74 sen compared to 19.80 sen for the corresponding period last year.

B10 Current year's prospects

The Malaysian Automotive Association (MAA) has forecasted the total industry volume (TIV) for 2011 to be 618,000 vehicles, which is an increase of 2.1 % over the record breaking sales in 2010.

However, the recent Earthquake and Tsunami in Japan will have a negative impact on the production of Japanese brand cars in Malaysia due to the prevalent sourcing of parts and components from Japan. The true extent of this impact cannot be reasonably ascertained at this time due to the lack of clear information from the Japanese supply chain as well as from our customers. We sincerely hope that our friends and business partners in Japan will recover quickly from this catastrophe.

The Group remains confident that with our continuing quality and productivity improvement and cost control activities, we will be able to maintain positive financial results for the current year.

After the acquisition of Kenseisha, we have recapitalized and restructured the company and have taken measures to improve its operational performance. We plan to expand and diversify Kenseisha's operations beyond the HDD industry. Our Group has a strong base in the OEM Automotive industry which is also a major consumer of aluminum die-casting products. We believe that Kenseisha's experience and technical capability will contribute strongly to the Group's growth.

B11 Profit forecast

Not applicable as there was no profit forecast.

B12 Dividend

The Company did not declare any interim dividend for the final quarter ended 31 January 2011.

B13 Earnings/(Loss) per share

	3 months Ended 31.01.2011	3 months ended 31.01.2010	Year to date ended 31.01.2011	Year to date ended 31.01.2010
(a) <u>Basic Earning/(Loss) per share</u>				
Net Profit/(Loss) attributed to shareholders of the Company (RM'000)	12,654	7,639	35,694	24,590
Weighted average number of ordinary shares in issue ('000)	124,196	124,196*	124,196	124,196*
Basic Earnings/(Loss) per share (sen)	10.189	6.150	28.740	19.800

Note *

Pursuant to FRS 133, Earnings Per Share, the comparative earnings per share for the quarter ended 31 January 2010 have been adjusted for the bonus issue of one new share for every one ordinary share of RM1.00 each held in the Company completed on 10 January 2011, as if these events had occurred since 29 October 2010.

B14 Realised and Unrealised profits

	<u>Current Quarter Ended 31 January 2011 RM'000</u>	<u>Immediate Preceding Quarter Ended 31 October 2010 RM'000</u>
Total retained earnings of the Group		
- Realised	40,871	97,955
- Unrealised	7,933	3,237
	<hr/> 48,805	<hr/> 101,192
Total share of retained earnings of associated companies		
- Realised	4,127	3,780
- Unrealised	477	477
	<hr/> 4,604	<hr/> 4,257
Add/(Less): Consolidation adjustments	(632)	(1,630)
Total group retained earnings as per consolidation accounts	<hr/> <hr/> 52,777	<hr/> <hr/> 103,819

By Order of the Board

CHEE MIN ER
Company Secretary

Kuala Lumpur
31 March 2011

c.c. Securities Commission