

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

Condensed Consolidated Statement of Financial Position
As at 30 April 2011 - unaudited

	As at end of Current Quarter 30 April 2011 RM'000	As at Preceding Year Ended 31 January 2011 Restated RM'000
ASSETS		
Non - Current Assets		
Property, Plant and Equipment	122,890	125,032
Investment in Associated Companies	12,621	12,687
	135,511	137,719
Current Assets		
Inventories	52,028	47,609
Trade and other receivables, including derivatives	71,492	85,100
Short -term investment	48,339	37,869
Cash and bank balances	81,151	89,568
	253,010	260,146
TOTAL ASSETS	388,521	397,865
Equity attributable to equity holders of the parent		
Share Capital	127,392	127,392
Reserves	73,146	68,537
Equity attributable to shareholders of the Company	200,538	195,929
Minority interests	107,615	104,614
Total Equity	308,153	300,543
Non Current Liabilities		
Bank Borrowings	1,323	1,853
Other payables	1,929	1,416
Deferred taxation	1,803	1,803
	5,054	5,072
Current Liabilities		
Trade and other payables	40,153	49,465
Bank Borrowings	31,249	38,372
Provision for Taxation	3,912	4,412
	75,314	92,249
Total Liabilities	80,368	97,321
TOTAL EQUITY AND LIABILITIES	388,521	397,865
Net assets per share attributable to ordinary shareholders of the Company	1.57	1.54

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

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

Condensed Consolidated Statement of Comprehensive Income
For the year ended 30 April 2011 - unaudited

	Current Quarter		Cumulative Quarter	
	3 months ended 30 April		3 months ended 30 April	
	2011 RM'000	2010 RM'000	2011 RM'000	2010 RM'000
Revenue	92,068	73,884	92,068	73,884
Profit from Operations	9,345	12,741	9,345	12,741
Other income	1,856	2,594	1,856	2,594
Finance Cost	(580)	(9)	(580)	(9)
Share of profit of associated companies	107	384	107	384
Profit before tax	10,728	15,710	10,728	15,710
Income tax	(2,932)	(2,980)	(2,932)	(2,980)
Profit for the period	7,797	12,730	7,797	12,730
Other comprehensive income, net of tax				
Foreign currency translation differences for foreign operation	(173)	(828)	(173)	(828)
Total comprehensive income for the period	7,624	11,902	7,624	11,902
Profit attributable to :				
Shareholders of the Company	4,726	8,514	4,726	8,514
Minority interest	3,070	4,216	3,070	4,216
Profit for the period	7,797	12,730	7,797	12,730
Total comprehensive income attributable to :				
Shareholders of the Company	4,622	8,017	4,622	8,017
Minority interest	3,001	3,885	3,001	3,885
Total comprehensive income for the period	7,624	11,902	7,624	11,902
Earnings per share attributable to shareholders of the Company :				
- Basic (sen)	3.73	6.72	3.73	6.72

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial report for the year ended 31 January 2011 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 30 April 2011 - unaudited

	Year ended 30 April 2011 RM'000	Year ended 31 January 2011 RM'000
Net Profit before tax	10,728	69,833
Adjustment for non-cash flow items:		
Depreciation of property, plant and equipment	6,774	20,900
Impairment loss on		
- trade receivables	-	10
- goodwill	-	275
Interest expenses	580	1,913
Inventories written down	-	784
Loss/(gain) on disposal of property, plant and equipment	(246)	43
Fair value gain on investment of quoted shares	(303)	(2,842)
Gain on settlement of hire purchases	-	(219)
Interest income	(1,328)	(2,638)
Writeback of impairment loss on		
- property, plant and equipment	-	(42)
- trade receivables	-	(70)
- other receivables	-	(44)
Reversal of inventories written down	-	(368)
Reversal of provision for retirement benefit	-	(669)
Share of results in associates	(107)	(2,545)
Unrealised gain on foreign exchange	-	(570)
Operating profit before changes in working capital	16,098	83,752
Changes in working capital:		
Decrease/(Increase) in inventories	(4,419)	(9,881)
Decrease/(Increase) in trade and other receivables	13,556	(7,141)
(Decrease)/Increase in trade and other payables	(8,800)	(15,086)
Cash generated from operating activities	16,434	51,644
Interest paid	(580)	(1,913)
Taxation paid	(3,379)	(15,494)
Net cash generated from operating activities	12,475	34,237
Investing Activities		
Dividend received from an associate	-	889
Advance to an associate	0	(1)
Purchase of property, plant and equipment	(4,632)	(16,860)
Proceeds from disposal of property, plant and equipment	246	32
Purchase of quoted shares	(7,257)	-
Net cash inflow on acquisition of a subsidiary	-	1,304
Interest received	1,328	2,638
Net cash used in investing activities	(10,314)	(11,998)
Financing Activities		
Proceeds from issuance of shares	(0)	1,985
Proceeds from sale of treasury shares	-	4
Share issuance expenses	(13)	(99)
Repayment of retirement benefits	-	(136)
Net drawdown of term borrowings	5,817	-
Repayment of hire purchases payables	(1,559)	(7,302)
Repayment of term loan	(3,024)	(8,930)
Repayment of short-term borrowings	-	(6,676)
Dividend paid to minority shareholders	-	(12,000)
Dividend paid to shareholders	-	(3,132)
Net cash used in financing activities	1,220	(36,286)
Net (decrease)/ increase in cash and cash equivalents	3,380	(14,048)
Cash and cash equivalents at beginning of period	113,418	127,466
Cash and cash equivalents at end of period	116,798	113,418

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31 January 2011 and the accompanying explanatory notes attached to these condensed consolidated interim financial statements.

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

Condensed Consolidated Statements of Changes in Equity
For the year ended 30 April 2011 - unaudited

Share Capital (RM'000)	Equity Attributable to Shareholders of the Company						Total Reserves (Non Distributable and Distributable) (RM'000)	Treasury Shares (RM'000)	Minority Interest (RM'000)	Total Equity (RM'000)
	Non Distributable			Distributable						
	Share Premium (RM'000)	Exchange Reserves (RM'000)	Revaluation Reserve (RM'000)	Capital Reserve (RM'000)	Retained Earnings (RM'000)	Total Reserves (RM'000)				
55,211	3,715	1,082	377	2,239	84,018	91,431	-	95,528	242,170	
-	-	(497)	-	-	8,514	8,017	-	3,885	11,902	
655	-	-	-	-	-	-	-	-	655	
55,866	3,715	585	377	2,239	92,532	99,448	-	99,413	254,727	
<p>Year ended 30 April 2010 Balance at 1 February 2010</p> <p>Total comprehensive income for the year Issuance of shares</p> <p>Balance at 30 April 2010</p>										

Share Capital (RM'000)	Equity Attributable to Shareholders of the Company						Total Reserves (Non Distributable and Distributable) (RM'000)	Treasury Shares (RM'000)	Minority Interest (RM'000)	Total Equity (RM'000)
	Non Distributable			Distributable						
	Share Premium (RM'000)	Exchange Reserves (RM'000)	Revaluation Reserve (RM'000)	Capital Reserve (RM'000)	Retained Earnings (RM'000)	Total Reserves (RM'000)				
127,392	12,199	530	377	2,293	53,138	68,537	-	104,614	300,543	
-	-	(104)	-	-	4,726	4,622	-	3,001	7,624	
-	(13)	-	-	-	-	(13)	-	-	(13)	
-	-	-	-	106	(106)	-	-	-	-	
127,392	12,186	427	377	2,399	57,758	73,146	-	107,615	308,153	
<p>Year ended 30 April 2011 Balance at 1 February 2010</p> <p>Total comprehensive income for the year Bonus issue expenses Transfer reserves from an associate</p> <p>Balance at 30 April 2011</p>										

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 January 2011 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 FIRST
QUARTER ENDED 30 APRIL 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 2011.

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 2011, 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 2011:

FRSs, Amendments to FRSs and Interpretations

FRS 1	First-time Adoption of Financial Reporting Standards (revised)
FRS 3	Business Combinations (revised)
FRS 127	Consolidated and Separate Financial Statements (revised)
Improvements to FRSs (2010)	
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards <ul style="list-style-type: none">- Limited Exemption from comparative FRS 7 Disclosures for First-time Adopters- Additional Exemptions for First-time Adopters
Amendments to FRS 2	Share-based Payment
Amendments to FRS 2	Group Cash-settled Share Based Payment Transactions
Amendments to FRS 5	Non-Current Assets Held for Sale and Discontinued Operation
Amendments to FRS 7	Financial Instrument: Disclosures – Improving Disclosure about Financial Instruments
Amendments to FRS 132	Financial Instruments : Presentation-Classification of Rights Issues
Amendments to FRS 138	Intangible Assets
IC Interpretation 4	Determining whether an Arrangement contain a lease
IC Interpretation 12	Service Concession Agreements
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners
IC Interpretation 18	Transfer of Assets from Customers
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives

The FRS 2, Amendments to FRS 5, IC Interpretation 4, IC Interpretation 12, IC Interpretation 16, IC Interpretation 17 and IC Interpretation 18 are not applicable to the Group or the Company.

The adoption of the above FRSs, amendments to FRSs and Interpretations has no material impact on the interim financial statements and the interim financial result of the Group.

A3 Status of Audit Qualifications

The audited financial statements of the Group for the year ended 31 January 2011 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

There were no issuance, cancellation, repurchases, resales and repayments of debt or equity securities during the financial period under review.

A8 Dividend Paid

No dividend was paid during the three months ended 30 April 2011.

A9 Segmental Reporting

The Group's segmental reporting for the three months period ended 30 April 2011 was as follows:

	<u>Gross Revenue</u>	<u>Profit (loss) before tax</u>
	RM'000	RM'000
Manufacturing - Wire Harness	74,609	10,923
Manufacturing - Die-casting & Precision	17,258	(1,994)
Trading	-	27
Health and wellness	201	(114)
Investment holding and others	-	1,779
	<hr/>	<hr/>
	92,068	10,621
Group's share of associated companies	-	107
	<hr/>	<hr/>
	92,068	10,728

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 2011.

A14 Capital Commitments

The amount of capital commitments not provided for the interim financial statements as at 30 April 2011 was as follows:

	<u>RM'000</u>
Approved and contracted for	9,105
Approved and not contracted for	<hr/>
	7,166

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</u> <u>Ended</u> <u>30 April 2011</u> <u>RM'000</u>	<u>Cumulative Year</u> <u>To Date Ended</u> <u>30 April 2011</u> <u>RM'000</u>
Under provision in previous period	43	43
Taxation for current financial period	2,889	2,889
	2,932	2,932

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 except for the purchase of 4,500,000 ordinary shares of Integrax Bhd at a consideration of RM7,256,650..

b) Investment in quoted securities as at 30 April 2011

	<u>RM'000</u>
At cost	8,244
At Fair Value	12,691
Market Value	12,691

B4 Status of corporate proposals announced

There were no corporate proposals announced during the financial period under review.

B5 Borrowing and debt securities

	<u>At 30 April 2011</u> <u>RM'000</u>
<u>Short Term</u>	
Secured	31,249
Unsecured	-
<u>Long Term</u>	
Secured	1,323
Unsecured	-
	32,572

Group borrowings breakdown by currencies:

<u>Functional currency</u>	<u>Denominated in</u>	<u>At 30 April 2011</u>
		<u>RM'000</u>
RM	RM	31,095
USD	USD	1,477
		<u>32,572</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 30 April 2011. The nature and values of outstanding derivatives as at 30 April 2011 is as follows:

	Contract Amount Original Currency in Yen'000	Contract/Notional Value RM'000	Fair Value Gain/(Loss) RM'000
Foreign Exchange Contracts			
Buy Forward Contracts in Yen	180,343	6,456	28

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 RM92.068 million were 15.88% lower than the immediate preceding quarter's sales of RM109.452 million. The Earthquake and Tsunami in Japan in March has resulted in reduced sales for both our wire harness and die-cast businesses in April due to a disruption in the Supply Chain.

The profit before taxation for the period or RM10.728 million is RM11.470 or 51.67% lower than the immediate preceding quarter's profit of RM22.198 million.

B9 Review of Performance

The Group's sales for the period ended 30th April 2011 of RM92.068 million are higher by 24.61% compared to the corresponding period last year. The main reason is the inclusion of three 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 the first three months of 2011 compared to 2010. However, our sales in April have been reduced due to the Earthquake and Tsunami in Japan.

The Net Profit after Taxation for the current quarter of RM7.797 million is a decrease of RM4.933 million (38.75%) compared to the corresponding quarter last year. This year's results included an operating loss of approximately RM2 million in Kenseisha's business and our wire harness business had a lower profit of about RM1.3 million due to the reduced sales in April. Furthermore, last year's results included a fair value gain of about RM1.9 million on our investment in quoted securities whereas this current quarter's results include a fair value loss of about RM300,000.

The Group's Basic Earnings per share for the current quarter is 3.73 sen compared to 6.72 sen for the corresponding quarter last year.

B10 Current year's prospects

The Malaysian Automotive Association (MAA) has forecasted the total industry sales volume (TIV) for 2011 to be about 618,000 vehicles, which is an increase of 13,000 units (2.1%) from the TIV for 2010. However, due to the Earthquake and Tsunami in Japan in March and the subsequent disruption in supplies of automotive components to the Global automotive production bases, there has been a major reduction in car production output from the second half of April. This disruption was at its worst in May and the situation has been improving since then. The Supply Chain is expected to return to normal by about September. Our customers have also informed us that they intend to recover the lost production in the last quarter of 2011.

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. Kenseisha had turned around into just above break-even operating level in January and February 2011. However, the Earthquake and Tsunami in Japan has materially affected the business model of Kenseisha operations which require a major reassessment of its business plan moving forward.

B11 Profit forecast

Not applicable as there was no profit forecast.

B12 Dividend

The Company did not declare any interim dividend for the first quarter ended 30 April 2011.

B13 Earnings/(Loss) per share

	3 months Ended 30.04.2011	3 months ended 30.04.2010	Year to Date ended 30.04.2011	Year to date ended 30.04.2010
(a) <u>Basic Earning/(Loss) per share</u>				
Net Profit/(Loss) attributed to shareholders of the Company (RM'000)	4,726	8,514	4,726	8,514
Weighted average number of ordinary shares in issue ('000)	126,668	126,668*	126,668	126,668*
Basic Earnings/(Loss) per share (sen)	3.731	6.721	3.731	6.721

Note *

(a) Basic EPS

Pursuant to FRS 133, Earnings Per Share, the comparative earnings per share for the quarter ended 30 April 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.

(b) Diluted EPS

There are no diluted EPS as the Company does not have any convertible financial instrument as at the end of the current quarter under review.

B14 Realised and Unrealised profits

	<u>Current Quarter Ended 30 April 2011 RM'000</u>	<u>As at the end of last Financial Year 31 January 2011 RM'000</u>
Total retained earnings of the Group		
- Realised	52,907	48,856
- Unrealised	(2,408)	(2,912)
	<u>50,499</u>	<u>45,944</u>
Total share of retained earnings of associated companies		
- Realised	7,259	7,194
- Unrealised	-	-
	<u>7,259</u>	<u>7,194</u>
	<u>57,758</u>	<u>53,138</u>

By Order of the Board

CHEE MIN ER
Company Secretary

Kuala Lumpur
29 June 2011