

PRESS METAL BERHAD

(Company No.153208 W)

CONDENSED CONSOLIDATED INCOME STATEMENT

For the period ended 30 June 2012

| | 2nd Quarter 3 months ended | | Year To-date 6 months ended | |
|----------------------------------|-------------------------------|---------------|--------------------------------|----------------|
| | 30.06.2012 | 30.06.2011 | 30.06.2012 | 30.06.2011 |
| Note | RM'000 | RM'000 | RM' 000 | RM'000 |
| Revenue | 522,385 | 593,255 | 1,047,446 | 1,064,841 |
| Operating expenses | (480,903) | (543,353) | (956,095) | (971,439) |
| Other operating income | 788 | 2,851 | 6,686 | 7,379 |
| Profit from operations | 42,270 | 52,753 | 98,037 | 100,781 |
| Finance costs | (18,770) | (16,507) | (42,249) | (31,672) |
| Share of profit from associate | 478 | 511 | 956 | 871 |
| Profit before tax | 23,978 | 36,757 | 56,744 | 69,980 |
| Taxation | <i>B5</i> (3,063) | (10,150) | (9,662) | (18,996) |
| Profit for the period | 20,915 | 26,607 | 47,082 | 50,984 |
| Attributable to : | | | | |
| Equity holders of the parent | 19,229 | 23,256 | 41,842 | 44,746 |
| Non-controlling interest | 1,686 | 3,351 | 5,240 | 6,238 |
| | 20,915 | 26,607 | 47,082 | 50,984 |
| Basic earnings per share (sen) | <i>B11(a)</i> 4.37 | 5.34 | 9.51 | 10.32 |
| Diluted earnings per share (sen) | <i>B11(b)</i> - | 5.27 | - | 10.19 |

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Statement for the year ended 31 December 2011.

PRESS METAL BERHAD*(Company No.153208 W)***CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

For the period ended 30 June 2012

| | 2nd Quarter | | Year To-date | |
|---|----------------|---------------|----------------|---------------|
| | 3 months ended | | 6 months ended | |
| | 30.06.2012 | 30.06.2011 | 30.06.2012 | 30.06.2011 |
| <i>Note</i> | <i>RM'000</i> | <i>RM'000</i> | <i>RM' 000</i> | <i>RM'000</i> |
| Profit for the period | 20,915 | 26,607 | 47,082 | 50,984 |
| Other comprehensive income, net of tax | | | | |
| Foreign currency translation difference for foreign operations | 10,838 | (1,597) | (12,728) | (8,087) |
| Total comprehensive income for the period | 31,753 | 25,010 | 34,354 | 42,897 |
| Attributable to : | | | | |
| Equity holders of the parent | 29,193 | 21,860 | 30,531 | 37,648 |
| Non-controlling interest | 2,560 | 3,150 | 3,823 | 5,249 |
| | 31,753 | 25,010 | 34,354 | 42,897 |

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statement for the year ended 31 December 2011.

PRESS METAL BERHAD

(Company No: 153208-W)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2012

| | As at 30.06.2012 | As at 31.12.2011 |
|--|---------------------|---------------------|
| Note | RM'000 | RM'000 |
| ASSETS & NET CURRENT ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 2,135,677 | 2,020,204 |
| Intangible assets | 11,317 | 13,549 |
| Investment properties | 5,631 | 5,634 |
| Investment in associates | 33,254 | 32,298 |
| Other investments | 6,805 | 6,837 |
| Deferred tax assets | 2,429 | 1,598 |
| | <u>2,195,113</u> | <u>2,080,120</u> |
| Current assets | | |
| Inventories | 412,684 | 375,225 |
| Trade receivables | 379,495 | 371,468 |
| Other receivables, deposits and prepayments | 820,782 | 440,735 |
| Tax recoverable | 494 | 7,259 |
| Deposits, cash and bank balances | 182,961 | 369,977 |
| | <u>1,796,416</u> | <u>1,564,664</u> |
| Current liabilities | | |
| Trade Payables | 172,555 | 147,075 |
| Other payables and accruals | 314,819 | 156,469 |
| Hire purchase & finance lease liabilities | 10,921 | 9,934 |
| Overdraft & short term borrowings | 1,087,482 | 1,238,398 |
| Taxation | 13,881 | 6,601 |
| | <u>1,599,658</u> | <u>1,558,477</u> |
| Net Current Assets | 196,758 | 6,187 |
| | <u>2,391,871</u> | <u>2,086,307</u> |
| EQUITY & NON-CURRENT LIABILITIES | | |
| Equity attributable to equity holders of the parent | | |
| Share capital | 221,739 | 219,740 |
| Reserves | 141,218 | 152,017 |
| Retained profit | 700,873 | 665,825 |
| | <u>1,063,830</u> | <u>1,037,582</u> |
| Non-controlling interest | 142,265 | 137,025 |
| Total equity | <u>1,206,095</u> | <u>1,174,607</u> |
| Non-current liabilities | | |
| Other payables and accruals | 102,334 | 120,228 |
| Hire purchase & finance lease liabilities | 19,560 | 15,188 |
| Long term borrowings | 713,237 | 428,236 |
| Redeemable Convertible Secured Loan Stock | 203,920 | 199,520 |
| Deferred tax liabilities | 146,725 | 148,528 |
| | <u>1,185,776</u> | <u>911,700</u> |
| | <u>2,391,871</u> | <u>2,086,307</u> |
| Net assets per share (RM) | 2.40 | 2.36 |

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statement for the year ended 31 December 2011.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 30 June 2012

| | Attributable to equity holders of the parent | | | | | | | | | | Non-controlling Interest | Total Equity |
|--|--|-----------------------------|-----------------------|---------------------|----------------|-------------------|------------------|------------------|----------------|------------------|--------------------------|--------------|
| | Distributable | | | | | Non-Distributable | | | | | | |
| | Share Capital | Exchange Difference Account | Share Premium Account | Share Based Payment | RCSLS Reserves | Warrants Reserves | Retained Profits | Sub-total | | | | |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | |
| At 1 January 2011 | 215,031 | (7,101) | 3,982 | 5,166 | - | - | 584,286 | 801,364 | 126,210 | 927,574 | | |
| Exchange difference | - | (8,087) | - | - | - | - | - | (8,087) | - | (8,087) | | |
| Share based payments | - | - | - | 983 | - | - | - | 983 | - | 983 | | |
| Share option exercised | 4,556 | - | 9,110 | - | - | - | - | 13,666 | - | 13,666 | | |
| Proposed dividend 2010 final | - | - | - | - | - | - | (4,392) | (4,392) | - | (4,392) | | |
| 2011 interim | - | - | - | - | - | - | (4,392) | (4,392) | - | (4,392) | | |
| Net profit for the period | - | - | - | - | - | - | 44,746 | 44,746 | 6,238 | 50,984 | | |
| At 30 June 2011 | 219,587 | (15,188) | 13,092 | 6,149 | - | - | 620,248 | 843,888 | 132,448 | 976,336 | | |
| At 1 January 2012 | 219,740 | 41,955 | 17,110 | 2,069 | 14,408 | 76,475 | 665,825 | 1,037,582 | 137,025 | 1,174,607 | | |
| Exchange differences | - | (12,728) | - | - | - | - | - | (12,728) | - | (12,728) | | |
| Share based payments | - | - | - | - | - | - | - | - | - | - | | |
| - Transfer to retained earnings upon share option lapsed | - | - | - | (2,069) | - | - | 2,069 | - | - | - | | |
| Share option exercised | 1,999 | - | 3,998 | - | - | - | - | 5,997 | - | 5,997 | | |
| Proposed dividend 2011 final | - | - | - | - | - | - | (4,428) | (4,428) | - | (4,428) | | |
| 2012 interim | - | - | - | - | - | - | (4,435) | (4,435) | - | (4,435) | | |
| Net profit for the period | - | - | - | - | - | - | 41,842 | 41,842 | 5,240 | 47,082 | | |
| At 30 June 2012 | 221,739 | 29,227 | 21,108 | - | 14,408 | 76,475 | 700,873 | 1,063,830 | 142,265 | 1,206,095 | | |

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2011

PRESS METAL BERHAD*(Company No: 153208-W)***CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

For the year ended 30 June 2012

| | 6 months ended | |
|--|------------------|-----------------|
| | 30.6.2012 | 30.6.2011 |
| | RM'000 | RM'000 |
| Cash flows from operating activities | | |
| Profit before tax | 56,744 | 69,980 |
| <i>Adjustments for:</i> | | |
| Depreciation of investment properties | 211 | 105 |
| Depreciation of property, plant and equipment | 51,501 | 20,650 |
| Finance costs | 42,249 | 31,672 |
| Share of profit of equity accounted associate, net of tax | (956) | (871) |
| Accretion of discount on RCSLS | 4,400 | - |
| Equity settled share-based payments transactions | - | 242 |
| Unrealised foreign exchange gain | 3,850 | 2,240 |
| Operating profit before changes in working capital | 157,999 | 124,018 |
| Changes in working capital | | |
| Inventories | (37,459) | (5,469) |
| Trade and other receivables | (5,112) | (69,319) |
| Trade and other payables | 59,691 | (17,126) |
| Cash generated from operations | 175,119 | 32,104 |
| Income tax paid | (3,554) | (3,455) |
| Net cash from operating activities | 171,565 | 28,649 |
| Cash flows from investing activities | | |
| Acquisition of properties, plant and equipment | (449,663) | (19,817) |
| Net cash used in investing activities | (449,663) | (19,817) |
| Cash flows from financing activities | | |
| Interest paid on loans and borrowings | (42,249) | (31,672) |
| Dividend paid to the owners of the Company | (4,428) | (4,392) |
| (Placement)/ Withdrawal of deposits pledged with licence banks | 603 | - |
| Proceeds from issue of share capital via the new ESOS | 5,997 | 13,666 |
| Proceeds from/(repayment of) banking facilities | 134,085 | (1,783) |
| Drawdown/ (Repayment) of finance lease liabilities | 5,359 | 2,088 |
| Net cash from/ (used in) financing activities | 99,367 | (22,093) |
| Net decrease in cash and cash equivalents | (178,731) | (13,261) |
| Effect of exchange rate fluctuations on cash held | (7,683) | (4,680) |
| Placement pledged with a licenced bank | 7,786 | 4,500 |
| Cash and cash equivalents at 1 January | 353,973 | 197,640 |
| Cash and cash equivalents at 31 December | 175,345 | 184,199 |

PRESS METAL BERHAD

(Company No: 153208-W)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30 June 2012

Cash and cash equivalents

Cash and cash equivalents included in the statements of cash flows comprise the following statement of financial position amounts:

| | 30.06.2012 | 30.06.2011 |
|--|---------------|---------------|
| | <i>RM'000</i> | <i>RM'000</i> |
| Placement pledged with a licenced bank | 7,786 | 4,500 |
| Cash and bank balances | 170,845 | 182,052 |
| Bank overdrafts | (3,286) | (2,353) |
| | <hr/> | <hr/> |
| | 175,345 | 184,199 |

Deposits, cash and bank balances

| | 30.06.2012 | 30.06.2011 |
|-----------------------------------|---------------|---------------|
| | <i>RM'000</i> | <i>RM'000</i> |
| Deposits placed with licence bank | 12,116 | 5,898 |
| Cash and bank balances | 170,845 | 182,052 |
| | <hr/> | <hr/> |
| | 182,961 | 187,950 |

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2011