

ADVANCED PACKAGING TECHNOLOGY (M) BHD (82982-K)
(INCORPORATED IN MALAYSIA)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THIRD QUARTER ENDED 30.09.2012

(The figures for the period ended 30.09.2012 have not been audited)

	Share capital RM'000	Treasury shares RM'000	Retained profits RM'000	Total RM'000
Balance as at 01.01.2011	20,504	(531)	9,448	29,421
Purchase of treasury shares	-	(345)	-	(345)
Total comprehensive income	-	-	2,395	2,395
Dividends	-	-	(2,027)	(2,027)
Balance as at 31.12.2011	20,504	(876)	9,816	29,444
Purchase of treasury shares	-	(73)	-	(73)
Total comprehensive income	-	-	2,348	2,348
Dividends	-	-	(1,441)	(1,441)
Balance as at 30.09.2012	20,504	(949)	10,723	30,278

	Share capital RM'000	Treasury shares RM'000	Retained profits RM'000	Total RM'000
Balance as at 01.01.2010	41,008	(1,121)	9,680	49,567
Purchase of treasury shares	-	(340)	-	(340)
Total comprehensive income	-	-	2,419	2,419
Dividends	-	-	(2,651)	(2,651)
Capital repayment /reduction	(20,504)	930	-	(19,574)
Balance as at 31.12.2010	20,504	(531)	9,448	29,421
Purchase of treasury shares	-	(283)	-	(283)
Total comprehensive income	-	-	1,816	1,816
Dividends	-	-	(1,450)	(1,450)
Balance as at 30.09.2011	20,504	(814)	9,814	29,504

(The Condensed Consolidated Statement Of Changes In Equity should be read in conjunction with the Annual Financial Reports for the year ended 31.12.2011 and the explanatory notes attached to the interim financial statements)

ADVANCED PACKAGING TECHNOLOGY (M) BHD (82982-K)
(INCORPORATED IN MALAYSIA)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 30.09.2012

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30.09.2012 RM'000	30.09.2011 RM'000	30.09.2012 RM'000	30.09.2011 RM'000
Revenue	5,583	5,561	18,358	17,447
Other operating income	80	59	240	323
Changes in inventories of finished goods and work-in-progress	(175)	(54)	(12)	(114)
Raw materials and consumables used	(2,986)	(3,288)	(10,297)	(10,067)
Employee Benefits (inclusive of Directors' remuneration)	(737)	(706)	(2,316)	(2,238)
Depreciation	(385)	(389)	(1,148)	(1,161)
Impairment of financial assets				
- Trade Receivable	(27)	-	(27)	(8)
-Stock	-	-	(3)	(7)
Foreign Exchange -Realised	(2)	4	(15)	15
Foreign Exchange -Unrealised	(1)	10	(2)	10
Other operating expenses	(590)	(540)	(1,847)	(1,828)
Operating profits	760	657	2,931	2,372
Interest income	75	49	217	141
Profit before tax	835	706	3,148	2,513
Income tax expense	(208)	(196)	(800)	(697)
Net Profit for the period	627	510	2,348	1,816
Other Comprehensive income, net of tax	-	-	-	-
Total Comprehensive Income for the period	627	510	2,348	1,816
Total comprehensive income attributable to :				
Owners of the parent	627	510	2,348	1,816
Basic earnings per share (sen)	3.26	2.63	12.22	9.38

Note: there was no transaction on items like interest expense, impairment of asset, gain or loss on disposal of quoted or unquoted investments or properties, gain/(loss) on derivatives and exceptional items for this current quarter and financial year to date.

(The Condensed Consolidated Statement Of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31.12.2011 and the accompanying notes attached to the interim financial statements)

ADVANCED PACKAGING TECHNOLOGY (M) BHD (82982-K)
(INCORPORATED IN MALAYSIA)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THIRD QUARTER ENDED 30.09.2012

	Unaudited 30.09.2012 RM'000	Unaudited 30.09.2011 RM'000
Cash flows from operating activities		
Receipts from customers	18,728	18,374
Payment to suppliers and employees	(14,407)	(13,835)
Payment of other operating expenses	(1,597)	(2,114)
Payment of income tax	(697)	(472)
Payment of staff gratuity	-	(5)
Other receipts	76	94
Net cash from operating activities	2,103	2,042
Cash flows from investing activities		
Interest received	224	148
Investment income	107	104
Acquisition of property, plant and equipment	(274)	(500)
Net cash from investing activities	57	(248)
Cash flows from financing activities		
Dividend paid	(2,018)	(2,035)
Purchase of treasury shares	(73)	(283)
Net cash used in financing activities	(2,091)	(2,318)
Net increase in cash and cash equivalents	69	(524)
Cash and cash equivalents at beginning of year	9,938	7,947
Cash and cash equivalents at end of the period	10,007	7,423
Cash and cash equivalents at the end of the financial period comprise of the following:		
Cash and bank balances	1,507	1,923
Deposit with licensed banks	8,500	5,500
	<u>10,007</u>	<u>7,423</u>

(The Condensed Consolidated Statement Of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31.12.2011 and the accompanying notes attached to the interim financial statements)

Quarterly Report On Results For The Third Quarter Ended 30 September 2012

NOTES

A1 Accounting Policies and Method of Computation

The quarterly financial report is unaudited and has been prepared in accordance with MFRS 134, “Interim Financial Reporting” issued by the Malaysian Accounting Standard Board and part A of Appendix 9B of the Bursa Malaysia Securities Berhad Listing Requirements. It should be read in conjunction with the Group’s annual audited financial statements for the year ended 31 December 2011.

Malaysia Financial Reporting Standards (“MFRSs”)

On 19 November 2011, the Malaysia Accounting Standard Board (MASB) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (“MFRSs”) framework.

The Company’s financial statements are now prepared in accordance with this framework effective 2012. The change of the financial reporting framework is not expected to have any significant impact on the financial position and performance of the Group and the Company.

The significant accounting policies adopted by the Company in this report are consistent with those used in the Audited Financial Statements of the Group and the Company for the financial year ended 31 December 2011 except for the changes arising from the adoption of the following new FRSSs, Amendments to FRSSs and Issues Committee Interpretations (“IC Interpretations”) that are effective for the financial period on or after 1 January 2012. These FRSSs and Amendments to FRSSs and IC Interpretations are now replaced by the MFRSs which are similar in its applications and requirements.

A2 Audit Report

The auditors’ report of the Company’s preceding annual financial statements was not qualified.

A3 Seasonal or Cyclical Factors

The business operations of the Company during the financial quarter under review were not materially affected by any seasonal or cyclical factors.

A4 Exceptional /Extraordinary Items

There were no exceptional /extraordinary items for the financial period under review.

A5 Changes in Estimates

There was no material change in estimates of amounts reported in the prior quarters of the current financial year or changes in estimates of amounts reported in prior financial years that have a material effect in the current quarter.

A6 Debts and Equity Securities

During the current quarter under review, the Company purchased a total of 10,000 shares under the share buyback scheme at an average cost of RM 1.41 per ordinary share for a total cash consideration of RM 14,102.20 which include transaction costs, and was financed by Company’s internally generated funds. Shares purchased as at 30 September 2012 totalling 1,305,016 ordinary shares of RM 1.00 each were held as treasury shares in accordance with Section 67A of the Companies Act, 1965 and stated at cost.

Quarterly Report On Results For The Third Quarter Ended 30 September 2012

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A7 Dividend Paid

Quarter	Type of dividend	Dividend per share	Amount of net dividend (RM)	Date of payment
Current quarter ended 30/09/2012	Interim dividend for the financial year ended 31 December 2011.	4.00 % less 25% income tax	<u>577,543.02</u>	16 January 2012
	Final dividend for the year ended 31 December 2011	10% less of 25% income tax	<u>1,440,692.55</u>	24 July 2012
Preceding year's quarter ended 30/09/2011	Interim dividend for the financial year ended 31 December 2010 Adjustment for dividend provision. Net amount paid.	4.00 % less 25% income tax	585,517.02 <u>(1,140.00)</u> <u>584,377.02</u>	21 February 2011
	Final dividend for the year ended 31 December 2010.	10% less of 25% income tax	<u>1,450,817.55</u>	19 July 2011

A8 Segment Information

There was no segmental reporting as the Group is currently involved primarily in a single line product.

A9 Revaluation of Property, Plant and Equipment

There was no revaluation of property, plant and equipment during the quarter.

A10 Material Events Subsequent to the end of the Reporting Period

There was no material event subsequent to the end of the reporting period.

A11 Changes in the Composition of the Company

There was no change in the composition of the Company during the quarter.

A12 Contingent Liabilities

Bank guarantee given by financial institution to third party amounting to RM 138,500.00

A13 Capital Commitments

There is no capital commitments made during the quarter.

A14 Fair value of Financial Instruments

In respect of the financial instrument classified under current assets and current liabilities, the carrying amount approximate fair value due to the relatively short term nature of these financial instruments.

Quarterly Report On Results For The Third Quarter Ended 30 September 2012

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The aggregate fair value and the carrying amounts of the financial assets carried on the reporting date are as below:-

	<u>As at 30/09/2012</u>	<u>As at 31/12/2011</u>		
<u>Available-for-sale</u>	Carrying amount	Fair value	Carrying amount	Fair value
Other investment	RM	RM	RM	RM
	5,000,000	5,000,000	5,000,000	5,000,000

Fair value of other investments is based on manager's price as at the end of the quarter.

A15 Disclosure of Derivatives

The Company does not have any outstanding derivatives as at the end of the reporting quarter.

A16 Gain/(Loss) arising from fair value changes of financial liabilities

There is no gain/(loss) arising from fair value changes of financial liabilities for the quarter ended 30 September 2012.

Quarterly Report On Results For The Third Quarter Ended 30 September 2012

NOTES

B1 Review of Performance

The Company recorded a turnover of RM5.583 million for the quarter ended 30 September 2012 which was RM 1.300 million or 18.88 % lower than the preceding quarter's turnover of RM6.883 million. Weaker market sentiment, Ramadan month and various public holidays had affected the sales performance during the quarter under review. Net profit before tax for the quarter under review was RM0.835 million compared to RM1.286 million recorded in the preceding quarter ended 30 June 2012. Lower sales revenue had contributed to the decrease in net profit before tax for the current quarter.

The Company achieved a turnover of RM18,358 million for the cumulative period ended 30 September 2012 which was RM 0.911 million or 5.22 % higher than the turnover in the preceding year's cumulative quarters of RM17.447 million. The increase in sales revenue was due mainly to the increase in sales volume brought about by better market sentiment in the first half year. Net profit before tax for the period under review was RM3.148 million compared to RM2.513 million achieved in the preceding year's cumulative quarters, which showed 25.26% jump in profit. Higher sales revenue and better cost control were the major factors contributed to the better profit before tax.

B2 Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter

There was a material change in the Company's net profit before taxation for the quarters ended 30 September 2012 when compared to that of the preceding year. The details of and reasons for the changes are disclosed under B1 and B5 of the notes.

B3 Prospects for the Current Financial Year

Volatile raw material costs and keen market competitions are the key concerns of the Company for the current year which may affect sales turnover and profitability. However, the prospect of the flexible packaging material is still promising particularly in the food and beverage sectors. Thus, barring unforeseen circumstances, the Board expects the company to achieve satisfactory results for the financial year ending 31 December 2012.

B4 Variance of Actual Profit from Forecast Profit

This is not applicable.

B5 Taxation

Details of taxation are as follows: -

	Current Year Quarter 30/09/2012 RM'000	Current Year To Date 30/09/2012 RM'000
Current taxation	272	1003
Under provision of tax	0	0
Deferred taxation	(64)	(203)
	<u>208</u>	<u>800</u>

The effective tax rate is slightly higher than the statutory tax rate for the quarter ended 30 September 2012 due to certain non-allowable expenses recorded during the quarter.

Quarterly Report On Results For The Third Quarter Ended 30 September 2012

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B6 Profits/(Loss) on Sale of Unquoted Investments and/or Properties

There was no disposal of unquoted investments and /or properties for the financial quarter under review.

B7 Purchases or Disposals of Quoted Securities

There were no purchases and/or disposals of quoted securities for the financial period under review.

B8 Status of Corporate Proposals

There was no corporate proposal was announced during the quarter.

B9 Borrowings and Debt Securities

There was no borrowing and debt security at the end of this quarter.

B10 Off Balance Sheet Financial Instruments

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

B11 Material Litigation

There was no material litigation during the financial quarter ended 30 September 2012.

B12 Dividend

No dividend was declared during the quarter ended 30 September 2012.

An interim dividend of 4% (gross) less income tax of 25% has been declared for the financial year ending 31 December 2012.

B13 Earnings per Share

The basic earning per share is calculated by dividing the Company's profit after tax attributable to ordinary shareholders for the current quarter and cumulative quarter to 30 September 2012 by the weighted average number of shares in issue of the Company at the end of the quarter.

	Current year's quarter	Cumulative quarter
Profit for the period (RM'000)	627	2,348
Weighted average number of ordinary shares in issue('000)	19,206	19,217
Basic earning per share(sen)	3.26	12.22

ADVANCED PACKAGING TECHNOLOGY (M) BHD. (82982-K)
(Incorporated in Malaysia)

Quarterly Report On Results For The Third Quarter Ended 30 September 2012

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B14 Disclosure of realised and unrealised profits/losses

The breakdown of retained profit of the Company as at the reporting date, into realised and unrealised profits or losses, pursuant to the directive given by Bursa Malaysia Securities Berhad (“Bursa Malaysia”), is as follows:

	as at 30/09/2012	as at 31/12/2011
	RM'000	RM'000
Realised	10,518	9,919
Unrealised		
-Forex exchange	2	(4)
-Deferred tax	203	(99)
Total retained profits as per consolidated accounts	10,723	9,816

The realised and unrealised profits or losses are determined as per the Guidance of Special Matter No.1, Determination of Realised and Unrealised Profits or Loss in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysia Institute of Accountants on 20 December 2010.

This disclosure is made solely for complying with the disclosure requirements as stipulated in the directive of Bursa Malaysia and is not made for any other purpose.

By Order of the Board
See Siew Cheng, Leong Shiak Wan
Company Secretaries
Dated: 27 November 2012