

**LB ALUMINIUM BERHAD (138535-V)**  
**Condensed Consolidated Statement Of Financial Position**  
**As at 31 July 2011**

	As at 31 July 2011 RM'000	As at 30 April 2011 RM'000
<b>ASSETS</b>		
Non-current assets		
Property, plant and equipment	212,935	212,648
Intangible assets	8	16
Investment in associated company	11,567	9,199
Other investments	410	450
	<u>224,920</u>	<u>222,313</u>
Current assets		
Inventories	60,436	58,408
Trade and other receivables	79,428	73,477
Tax recoverable	1,063	955
Short term deposits	1,000	12,600
Cash and bank balances	2,667	3,165
	<u>144,594</u>	<u>148,605</u>
<b>TOTAL ASSETS</b>	<u>369,514</u>	<u>370,918</u>
<b>EQUITY AND LIABILITIES</b>		
Equity attributable to ordinary shareholders		
Share capital	124,243	124,243
Share premium	1,528	1,528
Reserves		
Revaluation reserve	9,268	9,268
Exchange reserve	416	(388)
Retained profits	76,724	72,918
Total equity	<u>212,179</u>	<u>207,569</u>
Non-current liabilities		
Bank borrowings (unsecured)	40,000	40,000
Deferred tax liabilities	22,785	22,345
	<u>62,785</u>	<u>62,345</u>
Current liabilities		
Trade and other payables	37,511	38,290
Derivative financial liabilities	128	755
Bank borrowings (unsecured)	56,672	61,756
Taxation	239	203
	<u>94,550</u>	<u>101,004</u>
Total liabilities	157,335	163,349
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>369,514</u>	<u>370,918</u>
	<b>RM</b>	<b>RM</b>
Net assets per share	<u>0.85</u>	<u>0.84</u>

**(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 April 2011)**

**LB ALUMINIUM BERHAD (138535-V)**  
**Condensed Consolidated Statement of Changes in Equity**  
**For the quarter ended 31 July 2011**

	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Exchange reserve RM'000	Retained profits RM'000	Total RM'000
Balance as at 1 May 2010	124,237	1,526	8,873	(684)	67,522	201,474
Effect of adopting FRS 139	-	-	-	-	223	223
Balance as at 1 May 2010, as restated	124,237	1,526	8,873	(684)	67,745	201,697
Total comprehensive income for the period	-	-	1,088	(22)	2,251	3,317
Transaction with owners in their capacity as owners: - Ordinary shares issued pursuant to warrant exercised	6	2	-	-	-	8
Balance as at 31 July 2010	<u>124,243</u>	<u>1,528</u>	<u>9,961</u>	<u>(706)</u>	<u>69,996</u>	<u>205,022</u>
Balance as at 1 May 2011	124,243	1,528	9,268	(388)	72,918	207,569
Total comprehensive income for the period	-	-	-	804	3,806	4,610
Balance as at 31 July 2011	<u>124,243</u>	<u>1,528</u>	<u>9,268</u>	<u>416</u>	<u>76,724</u>	<u>212,179</u>

**(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 April 2011)**

**LB ALUMINIUM BERHAD (138535-V)**  
**Condensed Consolidated Statement of Comprehensive Income**  
**For the quarter ended 31 July 2011**

	Current quarter ended 31 July 2011 RM'000	Last corresponding quarter ended 31 July 2010 RM'000	3 months cumulative 31 July 2011 RM'000	3 months cumulative 31 July 2010 RM'000
Revenue	96,607	97,702	96,607	97,702
Operating expenses	(94,644)	(94,607)	(94,644)	(94,607)
Other operating income	1,688	115	1,688	115
Profit from operations	<u>3,651</u>	<u>3,210</u>	<u>3,651</u>	<u>3,210</u>
Finance costs	(854)	(741)	(854)	(741)
Share of profit in an associate	1,678	191	1,678	191
Profit before taxation	<u>4,475</u>	<u>2,660</u>	<u>4,475</u>	<u>2,660</u>
Taxation	(669)	(409)	(669)	(409)
Net profit for the period	<u>3,806</u>	<u>2,251</u>	<u>3,806</u>	<u>2,251</u>
Other comprehensive income	<u>804</u>	<u>1,066</u>	<u>804</u>	<u>1,066</u>
Total comprehensive income for the period	<u><u>4,610</u></u>	<u><u>3,317</u></u>	<u><u>4,610</u></u>	<u><u>3,317</u></u>
Attributable to:				
Minority interest	0	0	0	0
Ordinary shareholders	<u>3,806</u>	<u>2,251</u>	<u>3,806</u>	<u>2,251</u>
	<u><u>3,806</u></u>	<u><u>2,251</u></u>	<u><u>3,806</u></u>	<u><u>2,251</u></u>
	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>	<b>Sen</b>
Net earnings per share attributable to ordinary shareholders :				
-Basic	<u>1.53</u>	<u>0.91</u>	<u>1.53</u>	<u>0.91</u>
-Diluted	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>

**(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statement for the year ended 30 April 2011)**

**LB ALUMINIUM BERHAD (138535-V)**  
**Condensed Consolidated Statement of Cash Flow**  
**For the quarter ended 31 July 2011**

	<b>3 months period ended 31 July 2011 RM'000</b>	<b>3 months period ended 31 July 2010 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	4,475	2,660
Adjustments for:-		
Non-cash items	2,378	4,902
Non-operating items	421	736
Operating profit before working capital changes	<u>7,274</u>	<u>8,298</u>
Changes in working capital		
Net change in current assets	(8,297)	(6,014)
Net change in current liabilities	<u>(820)</u>	<u>(3,949)</u>
Cash used in operations	(1,843)	(1,665)
Tax paid	(304)	(415)
Interest paid	(16)	(622)
Net cash used in operating activities	<u>(2,163)</u>	<u>(2,702)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net cash used in investing activities	(4,642)	(4,184)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net cash (used in)/from financing activities	(6,634)	2,297
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<u>(13,439)</u>	<u>(4,589)</u>
Effect of exchange rate changes on cash and cash equivalents	9	(48)
<b>CASH AND CASH EQUIVALENT AT BEGINNING OF PERIOD</b>	15,493	17,873
<b>CASH AND CASH EQUIVALENT AT END OF THE PERIOD</b>	<u><u>2,063</u></u>	<u><u>13,236</u></u>
<b>COMPOSITION OF CASH AND CASH EQUIVALENTS</b>		
Short term deposits with licensed financial institutions	1,000	5,177
Cash and bank balances	2,667	8,435
Bank overdrafts	(1,604)	(376)
	<u><u>2,063</u></u>	<u><u>13,236</u></u>

**(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the year ended 30 April 2011)**

**LB ALUMINIUM BERHAD (138535-V)**  
**Notes To The Financial Statements**  
**For the period ended 31 July 2011**

**A Selected Explanatory Notes: FRS 134 Paragraph 16**

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**A 1 Basis of preparation**

The condensed financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard ('FRS') 134: Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad ("Bursa Securities")'s Listing Requirements.

The condensed financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 30 April 2011. The explanatory notes to these financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 30 April 2011.

**A 2 Accounting Policies**

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 30 April 2011 except for the adoption of the following new Financial Reporting Standards ("FRSs"), Amendments to FRSs and Issues Committee Interpretations ("IC Interpretations") effective for financial periods beginning on or after 1 May 2011.

<b>New/Revised FRSs, Amendments to FRSs and IC Interpretations</b>		<b>Effective for financial periods beginning on or after</b>
FRS 1 (revised)	First-time Adoption of Financial Reporting Standards	1 July 2010
FRS 3 (revised)	Business Combinations	1 July 2010
FRS 127 (revised)	Consolidated and Separate Financial Statements	1 July 2010
Amendments to FRS 2	Share-based Payments	1 July 2010
Amendments to FRS 5	Non Current Assets Held For Sale and Discontinued Operation	1 July 2010
Amendments to FRS 138	Intangible Assets	1 July 2010
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives	1 July 2010
IC Interpretation 12	Service Concession Arrangements	1 July 2010
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation	1 July 2010
IC Interpretation 17	Distributions of Non-cash Assets to Owners	1 July 2010
Amendments to FRS 1	Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters	1 January 2011
Amendments to FRS 1	Additional Exemption for First-time Adopters	1 January 2011
Amendments to FRS 7	Improving Disclosures about Financial Instruments	1 January 2011
Amendments to FRS 2	Group Cash-settled Share-based Payment Transactions	1 January 2011
IC Interpretation 4	Determining whether an Arrangement contains a Lease	1 January 2011

**LB ALUMINIUM BERHAD (138535-V)**  
**Notes To The Financial Statements**  
**For the period ended 31 July 2011**

<b>New/Revised FRSs, Amendments to FRSs and IC Interpretations (Cont'd)</b>		<b>Effective for financial periods beginning on or after</b>
IC Interpretation 18	Transfers of Assets from Customers	1 January 2011
Improvements to FRSs (2010)		1 January 2011

The application of the above FRSs, Amendments to FRSs and Interpretations did not result in any significant changes in the accounting policies and presentation of the financial results of the Group.

The Group has not adopted the following new/revised FRSs, Amendments to FRSs and Interpretation that were in issue but not yet effective:

<b>New/Revised FRSs, Amendments to FRSs and IC Interpretations</b>		<b>Effective for financial periods beginning on or after</b>
Amendments to IC Interpretation 14	FRS 119 The Limit on a Defined Benefit Asset, Minimum Funding Requirements	1 July 2011
IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments	1 July 2011
IC Interpretation 15	Agreements for the Construction of Real Estate	1 January 2012
FRS 124	Related Party Disclosures	1 January 2012

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 30 April 2011.

**A 3 Qualification of financial statements**

There was no qualification in the audited financial statements for the financial year ended 30 April 2011.

**A 4 Seasonal or cyclical factors**

The business operations of the Group were not significantly affected by any seasonal or cyclical factors.

**A 5 Items affecting assets, liabilities, equity, net income or cash flows**

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence for the current quarter under review and/or financial year to-date.

**LB ALUMINIUM BERHAD (138535-V)**  
**Notes To The Financial Statements**  
**For the period ended 31 July 2011**

**A 6 Change in estimates**

There were no significant changes in estimates that have a material effect for the current quarter under review and/or financial year to-date.

**A 7 Debt and equity securities**

There was no issuance or repayment of debt and equity securities nor any shares buy-back, shares cancellation, shares held as treasury shares or resale of treasury shares for the current quarter under review and/or current financial year to-date.

**A 8 Dividend paid**

No dividend had been paid during the current quarter/ financial period ended 31 July 2011.

**A 9 Segmental information**

**i. Business segments**

No business segment information has been provided as the Group is principally only engaged in the business of manufacturing, marketing and trading of aluminium products.

**ii. Geographical segments**

The Group operates mainly in Malaysia. The revenue disclosed in geographical segments is based on the geographical location of customers. Segment assets and capital expenditure are based on the geographical location of assets.

**LB ALUMINIUM BERHAD (138535-V)**  
**Notes To The Financial Statements**  
**For the period ended 31 July 2011**

**A 9 Segmental information (cont'd)**

**ii. Geographical segments (cont'd)**

	<b>Malaysia</b>	<b>Singapore</b>	<b>Others</b>	<b>Elimination</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Revenue</b>					
External	65,413	10,479	20,715	-	96,607
Inter-segment	1,998	9,577	-	(11,575)	-
<b>Total revenue</b>	<b>67,411</b>	<b>20,056</b>	<b>20,715</b>	<b>(11,575)</b>	<b>96,607</b>
Profit from operations					3,651
Finance costs					(854)
Share of profit in an associate					1,678
<b>Profit before taxation</b>					<b>4,475</b>
<b>Other information</b>					
Segment assets	380,805	10,270	-	(34,191)	356,884
Capital expenditure	4,820	-	-	(78)	4,742

Inter segment pricing is determined on an arm's length basis under terms, conditions and prices not materially different from transactions with unrelated parties.

**A 10 Revaluation of property, plant and equipment**

The value of property, plant and equipment has been brought forward without amendment from the previous financial year ended 30 April 2011.

**A 11 Material events subsequent to the end of the current quarter**

There were no material events subsequent to the end of the current quarter that have not been reflected in the financial statements for the current quarter under review and/or financial year to-date.



**LB ALUMINIUM BERHAD (138535-V)**  
**Notes To The Financial Statements**  
**For the period ended 31 July 2011**

**A 12 Changes in composition of the Group**

There were no changes in the composition of the Group during the current quarter under review and/or financial year to-date.

**A 13 Changes in contingent liabilities and contingent assets**

Save as set out below, there were no changes in contingent liabilities and contingent assets since the last date of statement of financial position.

<b>Outstanding as at :</b>	<b>Company</b>	
	<b>31 July 2011</b>	<b>30 April 2011</b>
	<b>RM'000</b>	<b>RM'000</b>
Corporate guarantee in respect of banking facilities utilized by subsidiary companies	10,886	11,000

The Company has provided corporate guarantees for banking facilities granted to four of its wholly owned subsidiary companies totaling RM25.6 million (30.4.2011: RM25.1 million).

The Company has also provided corporate guarantees to creditors of a wholly owned subsidiary company for supply of goods of up to RM1.0 million (30.4.2011: RM1.0 million).

**A 14 Capital commitments**

<b>Outstanding as at :</b>	<b>Group</b>	
	<b>31 July 2011</b>	<b>30 April 2011</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Property, plant and equipment</b>		
Authorised but not contracted for	-	-
Contracted but not provided for	362	374
	362	374

**A 15 Acquisition and disposal of items of property, plant and equipment**

There were no material acquisitions or disposals of items of property, plant and equipment during the current quarter under review and/or financial year to-date.

**B Additional information required by the Bursa Securities' Listing Requirements**

**B 1 Review of performance**

The Group's turnover for the quarter ended 31 July 2011 decreased slightly to RM96.61 million compared to RM97.70 million for the last year's corresponding quarter as a result of lower volume of aluminium extrusion sold which was mitigated by higher selling prices.

However, profit before taxation improved significantly to RM4.48 million from RM2.66 million for the corresponding quarter last year due mainly to the share of gain on disposal of investment by the associate of RM1.68 million as well as improved margins.

Profit after taxation was also higher in line with the above.

**B 2 Variance of results against preceding quarter**

The Group's turnover increased by 9.2% compared to the preceding quarter's turnover of RM88.43 million due to higher business volume as well as selling prices.

Profit before taxation increased by 30.2% to RM4.48 million for the quarter under review from RM3.44 million for the preceding quarter due to contribution from the associate as mentioned above.

Profit after taxation also increased significantly by 160.7% from RM1.46 million for the preceding quarter to RM3.81 million for this quarter, as a result of lower provision for tax for the quarter under review.

**B 3 Current year prospects**

According to recent IMF's report, the world economy is projected to grow by 4% this year and next, with the US and Europe growing at a slower pace. Despite the dampening of external demands as a result of recent slowdown in the developed world, the emerging Asian economies remain strong and would continue to support growth in this region.

Meanwhile, the growth projection for Malaysian economy remained optimistic at 5.2% for the year 2011 owing to support from domestic demands led by robust investment. The reconstruction of Japan and implementation of the Government's ETP projects would also further support the continuing growth regionally as well as domestically.

**LB ALUMINIUM BERHAD (138535-V)**  
**Notes To The Financial Statements**  
**For the period ended 31 July 2011**

**B 3 Current year prospects (cont'd)**

The sustained good performance of the Malaysian economy augurs well for the prospect of the Group moving forward although higher energy costs continued to exert pressure on costs. Nonetheless, the Group will persist in improving its cost efficiencies and to identify new markets for its exports to broaden its range of customers and with the expanded capacity, the Group is ready to take advantage of any opportunities that should arise.

Barring unforeseen circumstances, your Board expects the Group to remain profitable for the next quarter.

**B 4 Profit forecast**

Not applicable as no profit forecast was published.

**B 5 Taxation**

	Current quarter ended 31 July		Year to date ended 31 July	
	2011	2010	2011	2010
	RM'000	RM'000	RM'000	RM'000
Current income tax	229	409	229	409
Deferred tax	440	0	440	0
	669	409	669	409

The Group's effective tax rate of 14.94% for the current quarter and financial year to-date are lower than the statutory tax rate due principally to the availability of reinvestment allowances and unabsorbed reinvestment allowances carried forward which arose from the Company's capital expenditures in the current quarter and previous financial years.

**B 6 Unquoted investments and properties**

There was no sale of unquoted investments and / or properties for the quarter under review and financial year to-date.

**LB ALUMINIUM BERHAD (138535-V)**  
**Notes To The Financial Statements**  
**For the period ended 31 July 2011**

**B 7 Purchase or disposal of quoted investments**

a) There was no purchase or disposal of quoted securities for the quarter under review.

b) Investments in quoted securities as at 31 July 2011:

	<b>Cost</b>	<b>Carrying value/ Market value</b>
	<b>RM'000</b>	<b>RM'000</b>
Total quoted investments	1,000	410

**B 8 Status of corporate proposals announced**

There are no corporate proposals announced but not completed as at the date of this report.

**B 9 Borrowings and debt securities**

	<b>As at 31 July 2011</b>
	<b>RM'000</b>
<b>Short term borrowings (unsecured)</b>	
Bankers acceptances / Revolving credit denominated in Ringgit Malaysia	15,286
Bank overdraft denominated in Ringgit Malaysia	1,604
Import foreign currency loan denominated in US Dollar (approximately USD13,357,000)	39,782
	<b>56,672</b>
<b>Long term borrowings (unsecured)</b>	
Long term loans denominated in Ringgit Malaysia repayable after the next twelve months	40,000

**LB ALUMINIUM BERHAD (138535-V)**  
**Notes To The Financial Statements**  
**For the period ended 31 July 2011**

**B 10 Off balance sheet financial instruments**

With the adoption of FRS 139 Financial Instruments: Recognition and Measurement, previously off balance sheet financial instruments are now recognized on the statement of financial position.

As at 31 July 2011, the Group entered into forward foreign exchange purchase contracts to hedge foreign currency loan. The foreign currency contracts entered into by the Group are as follow:

<b>Currency</b>	<b>Notional value</b>	<b>Fair value</b>	<b>Maturing</b>
	<b>RM'000</b>	<b>RM'000</b>	
United States Dollar	36,146	(128)	less than 1 year

**Credit risk**

There is minimal credit risk as the contract was entered into with reputable financial institutions.

**Cash requirements**

The Group will fund the cash requirements of the derivatives from its net cash flow from operating activities when the payments fall due.

**B 11 Changes in material litigation**

There is no material litigation involving the Group, which is not in the ordinary course of business as at the date of this report.

**B12 Dividend**

The directors do not recommend the payment of any interim dividend in respect of the current quarter ended 31 July 2011.

**LB ALUMINIUM BERHAD (138535-V)**  
**Notes To The Financial Statements**  
**For the period ended 31 July 2011**

**B13 Realised and unrealised retained earnings/ (accumulated losses)**

The following analysis is prepared in accordance with Guidance on Special Matter No.1, Determination of Realised and Unrealised Profits or Losses in the context of disclosure pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants ("MIA Guidance") and the directive of Bursa Malaysia Securities Berhad.

	As at 31 July 2011	As at 30 April 2011
	RM'000	RM'000
Total retained earnings/ (accumulated losses) of the Company and its subsidiaries:		
- Realised	98,724	96,117
- Unrealised	(24,238)	(23,806)
	74,486	72,311
Total share of retained earnings from an associate:		
- Realised	2,963	1282
- Unrealised	-	3
	2,963	1285
Less: Consolidation adjustments	(725)	(678)
Total Group retained earnings as per consolidated accounts	76,724	72,918

**B 14 Earnings per share**

	Current quarter	Year to-date
	RM'000	RM'000
Net profit for the period attributable to ordinary shareholders	3,806	3,806
<b>Basic earnings per share</b>		
<i>Weighted average number of ordinary shares</i>		
Issued ordinary shares at beginning of the quarter/period ('000)	248,486	248,486
Effect of shares issued ('000)	-	-
Weighted average number of ordinary shares ('000)	248,486	248,486
Basic earnings per share (sen)	1.53	1.53

**LB ALUMINIUM BERHAD (138535-V)  
Notes To The Financial Statements  
For the period ended 31 July 2011**

**B 14 Earnings per share (cont'd)**

There are no potential dilution effects on ordinary shares of the Company for the current quarter and year to date.

By Order of the Board

Ng Bee Lian  
Company Secretary  
Date: 29 September 2011