

INDUSTRONICS BERHAD (23699-X)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2010

	AS AT END OF CURRENT FINANCIAL YEAR END 30.6.2010 RM (Unaudited)	AS AT PRECEDING FINANCIAL YEAR END 31.12.2009 RM (Restated)
ASSETS		
Non-current assets		
Property, Plant and Equipment	17,266,701	15,396,773
Investment Properties	927,922	816,131
Other Investments	188,001	188,001
Total Non-current assets	<u>18,382,624</u>	<u>16,400,905</u>
Current Assets		
Inventories	8,815,334	9,632,466
Due from Customers on Contract	2,841,638	1,323,849
Held for trading investments	19,008	347,558
Trade & Other Receivables	19,602,068	26,823,857
Cash and Bank Balances	21,726,078	21,321,691
Total Current Assets	<u>53,004,126</u>	<u>59,449,421</u>
TOTAL ASSETS	<u>71,386,750</u>	<u>75,850,326</u>
EQUITY AND LIABILITIES		
Equity attributable to controlling shareholders of the Company		
Share Capital	47,631,500	47,631,500
Treasury Shares, at cost	(545,154)	(545,154)
Reserves	2,555,586	4,461,491
Shareholders' funds	<u>49,641,932</u>	<u>51,547,837</u>
Non-Controlling Interest	5,180,764	5,179,167
Total equity	<u>54,822,696</u>	<u>56,727,004</u>
Non-current liabilities		
Borrowings	492,166	342,498
Deferred Tax Liabilities	972,018	446,933
Total Non-current liabilities	<u>1,464,184</u>	<u>789,431</u>
Current Liabilities		
Provisions	70,051	79,327
Trade & Other Payables	11,510,260	14,245,905
Borrowings	1,822,852	1,886,228
Current Tax Payables	526,411	611,257
Due to Customers on Contract	1,170,296	1,511,174
Total Current Liabilities	<u>15,099,870</u>	<u>18,333,891</u>
TOTAL EQUITY AND LIABILITIES	<u>71,386,750</u>	<u>75,850,326</u>
Net Assets per share of RM0.50 each (RM)	0.53	0.55

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2009)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2010**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT YEAR QUARTER 30.6.2010 RM	PRECEDING YEAR QUARTER 30.6.2009 RM	CURRENT YEAR 30.6.2010 RM	PRECEDING YEAR 30.6.2009 RM
Revenue	11,886,624	12,241,847	19,996,467	22,068,046
Cost of Sales	<u>(8,065,363)</u>	<u>(7,746,129)</u>	<u>(13,418,621)</u>	<u>(13,069,347)</u>
Gross Profit	3,821,261	4,495,718	6,577,847	8,998,700
Other Income	363,866	19,715	779,028	807,875
Operating Expenses	(5,265,465)	(5,192,485)	(10,569,376)	(10,348,924)
Finance Costs	(51,406)	(66,739)	(108,583)	(154,036)
Investing Results	<u>128,419</u>	<u>119,016</u>	<u>140,413</u>	<u>121,348</u>
Loss Before Tax	(1,003,326)	(624,775)	(3,180,671)	(575,038)
Income Tax	<u>(82,489)</u>	<u>15,513</u>	<u>(96,603)</u>	<u>(197,079)</u>
Loss for the Period	<u>(1,085,815)</u>	<u>(609,262)</u>	<u>(3,277,274)</u>	<u>(772,117)</u>
Other comprehensive income, net of tax:				
Revaluation of land and buildings	1,910,340	-	1,910,340	-
Foreign currency translation differences for foreign operations	(1,470)	(805)	(18,620)	(69,937)
Income tax relating to components of other comprehensive income	<u>(525,085)</u>	<u>-</u>	<u>(525,085)</u>	<u>-</u>
	<u>1,383,785</u>	<u>(805)</u>	<u>1,366,635</u>	<u>(69,937)</u>
Total comprehensive income for the period	<u>297,970</u>	<u>(610,067)</u>	<u>(1,910,639)</u>	<u>(842,054)</u>
Loss Attributable to :				
Controlling Shareholders of the Company	(959,367)	(617,770)	(2,900,157)	(777,016)
Non-Controlling Interest	<u>(126,448)</u>	<u>8,508</u>	<u>(377,117)</u>	<u>4,899</u>
Loss for the Period	<u>(1,085,815)</u>	<u>(609,262)</u>	<u>(3,277,274)</u>	<u>(772,117)</u>
Total Comprehensive Income Attributable to :				
Controlling Shareholders of the Company	45,706	(618,575)	(1,912,234)	(846,953)
Non-Controlling Interest	<u>252,264</u>	<u>8,508</u>	<u>1,595</u>	<u>4,899</u>
	<u>297,970</u>	<u>(610,067)</u>	<u>(1,910,639)</u>	<u>(842,054)</u>
Loss per share of RM0.50 each				
- Basic (sen)	(1.02)	(0.66)	(3.08)	(0.83)

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2009)

**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2010**

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Reserves											Total Equity RM
	Non Distributable					Distributable						
	Share capital RM	Share premium RM	Treasury shares RM	Share option reserve RM	Foreign currency reserve RM	Revaluation reserves RM	Retained earnings RM	Share- holders Fund RM	Non-Controlling Interest RM			
At 31 December 2009	47,631,500	732	(545,154)	37,979	(42,493)	1,892,893	2,572,380	51,547,837	5,179,167	56,727,004		
Total comprehensive income for the period	-	-	-	-	(8,306)	996,229	(2,900,157)	(1,912,234)	1,595	(1,910,639)		
Changes in fair valuation of share options granted	-	0	-	6,329	-	-	-	6,329	0	6,329		
At 30 June 2010	47,631,500	732	(545,154)	44,308	(50,799)	2,889,122	(327,777)	49,641,932	5,180,764	54,822,696		
At 31 December 2008	47,631,500	732	(545,154)	25,319	101,484	1,892,893	2,395,877	51,502,631	7,315,350	58,817,981		
Total comprehensive income for the period	-	-	-	-	(69,937)	-	(777,016)	(846,953)	4,899	(842,053)		
Realisation due to dissolution of a subsidiary	-	-	-	-	(71,432)	-	71,432	-	-	-		
Dividends paid to minority shareholders of a subsidiary company	-	0	-	-	-	-	-	-	(190,000)	(190,000)		
Changes in fair valuation of share options granted	-	-	-	6,330	-	-	-	6,330	-	6,330		
At 30 June 2009	47,631,500	732	(545,154)	31,649	(39,905)	1,892,893	1,690,293	50,662,008	7,130,250	57,792,258		

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2009)

INDUSTRONICS BERHAD (23699-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2010**

	Current Year 6 Months Ended 30.6.2010 (Unaudited)	Preceding Year 6 Months Ended 30.6.2009 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(3,180,671)	(575,038)
Adjustments for non-cash flow:-		
Non-cash items	646,430	556,222
Non-operating items	<u>(183,879)</u>	<u>(167,155)</u>
Operating loss before changes in working capital	(2,718,120)	(185,971)
Net change in current assets	5,263,459	6,934,794
Net change in current liabilities	<u>(3,688,008)</u>	<u>(3,599,304)</u>
Cash (used in)/generated from operations	(1,142,668)	3,149,519
Interest paid	(108,583)	(154,036)
Taxes refunded	1,200,861	62,202
Taxes paid	<u>(224,656)</u>	<u>(135,406)</u>
Net cash (used in)/generated from operating activities	<u>(275,047)</u>	<u>2,922,279</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(564,176)	(101,227)
Proceeds from disposal of property, plant and equipment	16,085	180
Net cash inflows from dissolution of a subsidiary	-	53,938
Proceeds from disposal of assets held for trading investments	335,341	-
Interest received	152,050	199,843
Dividend income	1,462	1,989
Net cash (used in)/generated from investing activities	<u>(59,238)</u>	<u>154,722</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid to minority shareholders of a subsidiary	0	(190,000)
Repayment of bank borrowings	(195,747)	(152,876)
Drawdown of hire purchase	349,600	-
Net decrease in pledged fixed deposits	-	3,329,156
Net cash generated from financing activities	<u>153,853</u>	<u>2,986,280</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(180,432)	6,063,281
Effect of exchange rate changes	(18,620)	(69,937)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	20,448,643	15,559,136
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>20,249,591</u>	<u>21,552,480</u>
CASH AND CASH EQUIVALENTS COMPRISE:		
Deposits, bank balances and cash	21,726,078	26,009,681
Less : Fixed deposit not readily available for use	<u>-</u>	<u>(3,400,000)</u>
	21,726,078	22,609,681
Bank overdraft	<u>(1,476,487)</u>	<u>(1,057,201)</u>
	<u>20,249,591</u>	<u>21,552,480</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 December 2009)

NOTES TO THE INTERIM FINANCIAL REPORT

A1. 1. Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with FRS 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2009. These explanatory notes attached to the interim financial report provides an explanation of the 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 31 December 2009.

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2009 annual financial statements, except the adoption of new and revised FRSs, Amendments to FRSs and Interpretations as described in Note A2 below.

A2. Changes in Accounting Policies

In the current period ended 30 June 2010, the Group adopted the following new and revised FRSs, Amendments to FRSs and Interpretations:

Effective for financial periods beginning on or after 1 July 2009

FRS 8: Operating Segments

A2. Changes in Accounting Policies (Contd.)

Effective for financial periods beginning on or after 1 January 2010

- FRS 7: Financial Instruments: Disclosures
- FRS 101: Presentation of Financial Statements (revised)
- FRS 123: Borrowing Costs
- FRS 139: Financial Instruments: Recognition and Measurement
- Amendments to FRS 1: First-time Adoption of Financial Reporting Standards and FRS 127: Consolidated and Separate Financial Statements: Cost of an Investment, Investment in a Subsidiary, Jointly Controlled Entity or Associate
- Amendments to FRS 2: Share-based Payment - Vesting Conditions and Cancellation
- Amendments to FRS 132: Financial Instruments: Presentation
- Amendments to FRS 139: Financial Instruments: Recognition and Measurement, FRS 7: Financial Instruments: Disclosures and IC Interpretation 9: Reassessment of Embedded Derivatives
- Amendments to FRSs "Improvements to FRSs (2009)"
- IC Interpretation 9: Reassessment of Embedded Derivatives
- IC Interpretation 10: Interim Financial Reporting and Impairment
- IC Interpretation 11: FRS 2 - Group and Treasury Share Transactions
- IC Interpretation 13: Customer Loyalty Programmes
- IC Interpretation 14: FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

Unless otherwise described below, these pronouncements have no significant impact to the interim financial report of the Group upon their initial application:

(a) FRS 8: Operating Segment

FRS 8 replaces FRS 114²⁰⁰⁴: Segment Reporting and requires a 'management approach', under which segment information is presented on a similar basis to that used for internal reporting purposes. As a result, the Group's external segmental reporting will be based on the internal reporting to the "chief operating decision maker", who makes decisions on the allocation of resources and assesses the performance of the reportable segments. As this is a disclosure standard, there will be no impact on the financial position or results of the Group.

A2. Changes in Accounting Policies (Contd.)

(b) FRS 101: Presentation of Financial Statements (revised)

The revised FRS 101 separates owner and non-owner changes in equity. Therefore, the consolidated statement of changes in equity will now include only details of transactions with owners. All non-owner changes in equity are presented as a single line labelled as total comprehensive income. The Standard also introduces the statement of comprehensive income: presenting all items of income and expense recognised in the income statement, together with all other items of recognised income and expense, either in one single statement, or in two linked statements. In addition, a statement of financial position is required at the beginning of the earliest comparative period following a change in accounting policy, the correction of an error or the reclassification of items in the financial statements. This revised FRS does not have any impact on the financial position and results of the Group.

(c) FRS 139: Financial Instruments: Recognition and Measurement, FRS 7: Financial Instruments: Disclosures and Amendments to FRS 139: Financial Instruments: Recognition and Measurement, FRS 7: Financial Instruments: Disclosures

The new Standard on FRS 139: Financial Instruments: Recognition and Measurement establishes principles for recognising and measuring financial assets, financial liabilities and some contracts to buy and sell non-financial items. Requirements for presenting information about financial instruments are in FRS 132: Financial Instruments: Presentation and the requirements for disclosing information about financial instruments are in FRS 7: Financial Instruments: Disclosures.

FRS 7: Financial Instruments: Disclosures is a new Standard that requires new disclosures in relation to financial instruments. The Standard is considered to result in increased disclosures, both quantitative and qualitative of the Group's exposure to risks, enhanced disclosure regarding components of the Group's financial position and performance, and possible changes to the way of presenting certain items in the financial statements.

In accordance with the respective transitional provisions, the Group is exempted from disclosing the possible impact to the financial statements upon the initial application.

There were no significant changes to the interim financial report other than the designation of the investment in quoted shares previously classified as non-current other investment to current assets held for trading investments.

This standard did not have any significant impact on the financial results of Group.

As disclosed in Note A15, certain comparatives have been reclassified to conform with the current period's presentation.

A2. Changes in Accounting Policies (Contd.)

(d) Amendments to FRSS 'Improvements to FRSS (2009)' – FRS 117: Leases

Prior to the adoption of the Amendment to FRS 117, leasehold lands were treated as operating leases. The considerations paid were classified and presented as prepaid land lease payments in the statement of financial position. With the adoption of the Amendment to FRS 117, the classification of a leasehold land as finance lease or an operating lease is based on the extent to which risks and rewards incident to ownership lie.

Accordingly, the Group has applied the change in accounting policy in respect of leasehold land in accordance with the transitional provisions of FRS 117. At 1 January 2009, the unamortised amount of leasehold land is retained as the surrogate carrying amount of property, plant and equipment as allowed by the transitional provisions. This change in classification has no impact on the financial results of the Group.

As disclosed in Note A15, certain comparatives have been restated due to the change in accounting policy.

A3 Auditors' report on preceding annual financial statements

The Group's financial statements for the year ended 31 December 2009 is not qualified.

A4. Seasonal or Cyclical Factors

The business operations of the Group is generally non seasonal. The nature of the group's business is primarily project based and hence subjected to systemic market risk.

A5. Extraordinary Items

Not applicable under the new and revised FRSS

A6. Changes in estimates

There is no significant change in estimates of amounts reported in prior interim periods of the current or in previous financial year.

A7. Debt and Equity Securities

Save as disclosed below, there were no other issuance and repayment of debt and equity securities for the current financial period.

a. Issuance of equity

There is no new shares issued in the current quarter under review.

b. Share buy-backs, share cancellations and sale of treasury shares

No shares were bought back during the quarter under review.

The total number of shares held as treasury shares as at 30 June 2010 was 1,131,000 at an average price per share of RM0.482. None of the treasury shares were sold or cancelled during the current quarter.

A8. Dividend paid

There were no dividends paid during the current period.

A9. Segmental Reporting

For management purposes, the group is organised into business units based on their products and services, and has four reportable operating segments as follows:

- | | |
|---|---|
| Telecommunication | <ul style="list-style-type: none">- Supply and service of telecommunication equipment, audio visual multimedia systems, intelligent transportation system and major system integration projects involving Information Communication Technology. |
| Security systems, mechanical and electrical engineering ("M&E") | <ul style="list-style-type: none">- Supply and installation of security systems. Specialist in fire protection system design and installation works and mechanical engineering services. Industrial maintenance and service works. Trading of transport equipment and provision of related services. Manufacturing of filter inclusive of import and marketing. |
| Electronics products | <ul style="list-style-type: none">- Design, manufacturing and installation of electronics and microprocessor controlled products. Renting of electronic board. Trading, maintenance and supply of industrial electronic equipment. |
| Fabrication and manufacturing | <ul style="list-style-type: none">- Involving in precision sheet metal fabrications works and manufacturing of precision fabrication. |
| Others | <ul style="list-style-type: none">- Revenues from operating segments that individually below the quantitative thresholds. |

A9. Segmental Reporting (Comtd.)

(a) Information about reportable segments

Individual quarter ended	Telecommunication		Security systems & M&E		Electronics products		Fabrication and manufacturing		Others		Total	
	30.6.2010	30.6.2009	30.6.2010	30.6.2009	30.6.2010	30.6.2009	30.6.2010	30.6.2009	30.6.2010	30.6.2009	30.6.2010	30.6.2009
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
Revenue from external customers	3,865,793	2,228,463	1,206,150	3,832,877	4,066,117	4,087,857	1,593,296	1,308,157	1,155,268	784,493	11,886,624	12,241,847
Inter-segment revenue	0	0	45,664	15,342	375,281	313,177	1,374,094	904,607	572,654	889,506	2,367,693	2,122,632
Segment profit/(loss) before tax	55,681	(76,853)	(445,183)	(170,398)	(646,177)	(490,105)	154,048	(32,803)	28,822	99,583	(852,810)	(670,576)
Cumulative quarters ended	Telecommunication		Security systems & M&E		Electronics products		Fabrication and manufacturing		Others		Total	
	30.6.2010	30.6.2009	30.6.2010	30.6.2009	30.6.2010	30.6.2009	30.6.2010	30.6.2009	30.6.2010	30.6.2009	30.6.2010	30.6.2009
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
Revenue from external customers	6,334,555	3,931,002	2,245,296	6,690,895	6,729,272	7,743,766	2,931,764	2,695,866	1,755,580	1,006,517	19,996,467	22,068,046
Inter-segment revenue	0	154,334	51,029	81,484	1,047,609	637,732	2,289,566	1,920,975	1,197,092	1,304,056	4,585,296	4,098,581
Segment profit/(loss) before tax	(303,377)	(226,830)	(1,122,719)	129,287	(1,502,965)	(464,374)	90,605	119,113	(163,444)	(31,536)	(3,001,899)	(474,340)

A9. Segmental Reporting (Contd.)

(a) Information about reportable segments (Contd.)

	Telecommunication RM	Security systems & M&E RM	Electronics products RM	Fabrication and manufacturing RM	Others RM	Total RM
As at 30.6.2010						
Segment assets	11,585,103	14,818,950	38,714,157	7,305,786	2,136,151	74,560,148

(b) Reconciliation of reportable segment profit/(loss)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT YEAR QUARTER 30.6.2010	PRECEDING YEAR QUARTER 30.6.2009	CURRENT YEAR 30.6.2010	PRECEDING YEAR 30.6.2009
Total segment profit/(loss) before tax for reportable segments	(881,631)	(770,159)	(2,838,455)	(442,804)
Other non-reportable segments	28,822	99,583	(163,444)	(31,536)
Components not monitored	(2,025)	5,938	150,511	2,120
Elimination of inter-segment profits	(148,491)	39,864	(329,283)	(102,818)
Profit/(loss) before tax	(1,003,326)	(624,775)	(3,180,671)	(575,038)

A10. Valuation of property, plant and equipment

In line with the Group's accounting policy on Property, Plant and Equipment, a revaluation exercise was carried out on 8 June 2010 by an independent professional valuer, Mr P.B.Nehru, a registered valuer of City Valuers & Consultants Sdn. Bhd. using the direct comparison method to reflect its fair value.

Arising from this exercise, revaluation surplus of RM1,910 million was credited to other comprehensive income of the Group and deferred tax liabilities of RM0.525 million has been recognised in other comprehensive income. A net surplus of RM0.996 million was credited to revaluation reserve after apportionment to non-controlling interest. The revaluation exercise also resulted in reversal of impairment loss on investment properties of RM0.067 mil (net of non-controlling interest) being credited to profit or loss of the Group. This contributed an increase in the net assets per share of the Group by 1.13 sen.

A11. Subsequent Events

There are no material events subsequent to the end of the period reported on that have not been reflected in the financial statement for the said period.

A12. Effect of Changes in the Composition of the Group

There were no material changes in the composition of the Group during the current financial period to date including business combination, acquisition of subsidiaries and long term investment, restructuring and discontinuing operations.

A13. Contingent Liabilities

There were no material changes in contingent liabilities since the last audited balance sheet date.

A14. Related Party Transactions

a. There is no significant transactions and balances with related parties of the Group during the current quarter.

b. Save as disclosed below, there were no transactions with the directors and key management personnel other than the remuneration package paid to them in accordance with the terms and conditions of their appointment:

Purchase of motor vehicle from a Director	Individual Current Quarter RM	Cumulative Quarters Current RM
	<u>195,000</u>	<u>195,000</u>

A15. Comparatives

The following comparatives have been restated as a result of the adoption of FRS 139 and Amendment to FRS 117:

	As previously stated RM	FRS 139 Note A2(c) RM	Amendment to FRS 117 Note A2(d) RM	Restated RM
Statement of Financial Position				
Non-current assets				
Property, Plant and Equipment	13,932,795	-	1,463,978	15,396,773
Prepaid Land Lease Payments	1,463,978	-	(1,463,978)	-
Other Investments	535,559	(347,558)	-	188,001
Current Assets				
Held for Trading Investments	-	347,558	-	347,558

ADDITIONAL INFORMATION REQUIRED BY THE BMSB LISTING REQUIREMENTS

B1. Review of Performance

Group revenue of RM19,996 million for the current financial period ended 30 June 2010 was 9% lower compared to RM22,068 million for the previous year corresponding period. Loss before tax of RM3,181 million was recorded compared to RM0,575 million in the previous corresponding period mainly due to lower revenue recorded as a result of delay by customers in the implementation of projects in first half of year 2010. However, some of these projects are expected to take off in the second half of the year.

B2. Material Changes in the Quarterly Results compared to the Results of the Preceding Quarter

The Group revenue increased by 47% from RM8,110 million posted in the preceding quarter to RM11,887 million in the current quarter. Pre-tax loss of RM1,003 million for the current quarter recorded compared to RM2,177 million in the preceding financial quarter was due to higher revenue generated in the current quarter.

B3. Current Year Prospects

The Group expects the business environment to improve gradually in line with the recovery of local and global economy.

B4. Profit Forecast

Not applicable as no profit forecast was published.

B5. Taxation

Taxation comprises the following:-

	Individual Current Quarter RM	Cumulative Quarters Current RM
Current taxation	72,689	96,603
Deferred taxation	9,800	-
	<u>82,489</u>	<u>96,603</u>

The effective tax rate of the Group is higher than the statutory tax rate for the current quarter/period to date principally due to the losses in the Company and certain subsidiaries.

B6. Profit on Sale of Unquoted Investments and/or Properties

There were no sales or purchases of unquoted investments and properties during the current quarter.

B7. Purchase/Disposal of Assets Held for Trading Investments

(a) Purchases or disposals of assets held for trading investments during the current financial period.

	Individual Current Quarter RM	Cumulative Quarters Current RM
Total Purchases	-	-
Total Sale Proceeds	-	335,341
Total Gains on Disposals	-	3,795

(b) Assets held for trading investments as at 30 June 2010:-

At cost	RM
At market value	54,318
	19,008

B8. Status of Corporate Proposals

As at the date of this report, there were no corporate proposals announced.

B9. Group Borrowings and Debt Securities

Total Group Borrowings as at 30 June 2010:-

RM

a) Secured and unsecured :

Total secured borrowings	838,531
Total unsecured borrowings	1,476,487
Total borrowings	<u>2,315,018</u>

b) Short Term and Long Term

Total short-term borrowings	1,822,852
Total long term borrowings	492,166
Total borrowings	<u>2,315,018</u>

B10. Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off balance sheet risk as at 24 August 2010, the latest practicable date which shall not be earlier than 7 days from the date of issue of the quarterly report.

B11. Material Litigations

There are no material litigations as at 24 August 2010, the latest practicable date which shall not be earlier than 7 days from the date of issue of the quarterly report.

B12. Dividend

No dividend has been proposed in the current quarter.

B13. Basic Loss per share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING YEAR
	QUARTER 30.6.2010	QUARTER 30.6.2009	YEAR 30.6.2010	YEAR 30.6.2009
Basic loss per share	(959,367)	(617,770)	(2,900,157)	(777,016)
Net loss for the period	94,132,000	94,132,000	94,132,000	94,132,000
Weighted average no. of ordinary shares in issue	(1.02)	(0.66)	(3.08)	(0.83)
Basic loss per share (sen)				

B14. Authorisation For Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 24 August 2010.

BY ORDER OF THE BOARD
INDUSTRONICS BERHAD

24 August 2010