

PENSONIC HOLDINGS BERHAD (300426-P)
(Incorporated in Malaysia)

The Board of Directors is pleased to announce the following:

UNAUDITED RESULTS OF THE GROUP FOR THE 1ST QUARTER ENDED 31 AUGUST 2000

CONSOLIDATED INCOME STATEMENT		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
		31/08/00 RM'000	31/08/99 RM'000	31/08/00 RM'000	31/08/99 RM'000
1	(a) Turnover	27,906	27,061	27,906	27,061
	(b) Investment income	-	-	-	-
	(c) Other income including interest income	-	96	-	96
2	(a) Operating profit/(loss) before interest on borrowings, depreciation and amortization, exceptional items, income tax, minority interests and extraordinary items	1,949	2,055	1,949	2,055
	(b) Interest on borrowings	211	232	211	232
	(c) Depreciation and amortization	284	248	284	248
	(d) Exceptional items	-	-	-	-
	(e) Operating profit/(loss) after interest on borrowings, depreciation and amortization and exceptional items but before income tax, minority interests and extraordinary items	1,454	1,575	1,454	1,575
	(f) Share in the results of associated companies	-	-	-	-
	(g) Profit/(loss) before taxation, minority interests and extraordinary items	1,454	1,575	1,454	1,575
	(h) Taxation	363	188	363	188
	(i) (i) Profit/(loss) after taxation before deduction of minority interests	1,091	1,387	1,091	1,387
	(ii) Less minority interests	117	-	117	-
	(j) Profit/(loss) after taxation attributable to members of the company	974	1,387	974	1,387
	(k) (i) Extraordinary items	-	-	-	-
	(ii) Less minority interests	-	-	-	-
	(iii) Extraordinary items attributable to members of the company	-	-	-	-
	(l) Profit/(loss) after taxation and extraordinary items attributable to members of the company	974	1,387	974	1,387
3	(a) Earnings per share based on 2(j) above after deducting any provision for preference dividends, if any:-				
	(i) Basic (based on 22,690,000 ordinary shares) - sen	4.29	6.29	4.29	6.29
	(ii) Fully diluted (based on 22,690,000 ordinary shares) - sen	4.29	6.24	4.29	6.24

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UNAUDITED CONSOLIDATED BALANCE SHEET AS AT 31ST AUGUST 2000

	AS AT END OF CURRENT QUARTER 31/08/00 RM'000	AS AT PRECEDING FINANCIAL YEAR 31/05/00 RM'000	
1	Fixed Assets	29,298	28,342
2	Investment in Subsidiary Companies	-	-
3	Long Term Investments	-	-
4	Intangible Assets	207	452
5	Current Assets		
	<i>Stocks</i>	52,993	51,788
	<i>Trade Debtors</i>	21,487	21,660
	<i>Other Debtors, Deposits and Prepayments</i>	3,938	6,238
	<i>Fixed deposits with a licensed bank</i>	168	112
	<i>Amount due by related companies</i>	8,297	6,414
	<i>Cash and Bank Balances</i>	4,430	4,890
		91,313	91,102
6	Current Liabilities		
	<i>Trade Creditors</i>	33,588	35,046
	<i>Other Creditors and accruals</i>	2,079	2,715
	<i>Hire purchase creditors</i>	-	-
	<i>Bank borrowings</i>	9,849	8,359
	<i>Term loan</i>	1,740	2,291
	<i>Provision for taxation</i>	1,107	1,339
	<i>Proposed dividend</i>	812	812
		49,175	50,562
7	Net Current Assets	42,138	40,540
		71,643	69,334
		71,643	69,334
8	Share Capital	22,690	22,551
	Reserves	39,751	37,698
	Shareholders' Fund	62,441	60,249
9	Minority Interests		
10	Long Term Borrowings	442	325
11	Other Long Term Liabilities	8,470	8,470
		290	290
		71,643	69,334
		71,643	69,334
12	Net tangible assets per share (RM)	2.76	2.67

NOTES

1. **Accounting Policies**
The first quarter financial statements have been prepared using the same accounting policies, method of computation and basis of consolidation as compared with those used in the preparation of the most recent annual financial statements.
2. **Exceptional Item**
There was no exceptional item in the quarterly financial statement under review.
3. **Extraordinary Item**
There was no extraordinary item in the quarterly financial statement under review.
4. **Taxation**
Lower provision is made for tax on operating income for the financial period under review in view of the unabsorbed tax allowance brought forward.
5. **Pre-acquisition Profit**
There were no pre-acquisition profits or losses for the current financial period ended 31 August 2000.
6. **Profit on sale of Investments and/or Properties**
There were no profits on sale of investments and/or properties for the current financial period ended 31 August, 2000.
7. **Quoted Securities**
There was no purchase or disposal of quoted securities for the current financial period ended 31 August 2000.
8. **Changes in the Composition of the Group**
There were no changes in the composition of the Group during the current financial period ended 31 August 2000.
9. **Status of Corporate Exercises**
The following exercises were made during the last financial year has been approved from the relevant authorities and shareholders of the Company :-
 - i) The Bonus Issue of up to 11,345,000 new ordinary share of RM1.00 each to the shareholders of the Company to be credited as fully paid-up on the basis of one (1) new ordinary share for every two (2) ordinary shares held on 23 October 2000.
 - ii) The Rights Issue of 11,345,000 new ordinary shares of RM1.00 each at an issue price of RM2.60 per Ordinary Share with 11,345,000 detachable warrants on the basis of one (1) new ordinary Share together with one (1) warrant for every two (2) ordinary shares held (“Rights Issue with Warrants”)

The above mentioned exercises are expected to be completed by the end of the year 2000.
10. **Seasonal or Cyclical Factors**
The business operations of the Group for the first quarter were not materially affected by any seasonal or cyclical factors.
11. **Changes in Share Capital**
There were no issuances and repayment of debts and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial period ended 31 August, 2000 except the issue & allotment of 139,000 ordinary shares of RM1.00 each for cash pursuant to the Company ESOS.
12. **Group Borrowings and Debt Securities**
The bank borrowings and term loan which bear interest ranging from 1% to 2% above the banks’ base lending rates and are secured by the following :-
 - i) Legal charges over the certain properties belonging to subsidiary companies.
 - ii) Fixed deposits belonging to subsidiary companies.
 - iii) Corporate Guarantee by the Company.

13. **Contingent Liabilities**
There were no contingent liabilities at the date of this report.
14. **Off Balance Sheet Financial Instruments**
There were no off balance sheet instruments at the date of this report.
15. **Material Litigation**
There is no litigation against the Company and subsidiary company
16. **Segmental Reporting**
There is no segmental reporting as the Group's activities are in the manufacturing & marketing of electrical products in Malaysia.
17. **Material Changes in Quarterly Results**
No material changes.
18. **Review of Performance**
During the 1st quarter the Group achieve a pre-tax profit of RM1.95 million on the back of a turnover of RM28 million as compared to RM2.06 million and RM27 million respectively in the previous quarter.
19. **Prospect for the Current Financial Year**
The Board expects the Group's performance for the current financial year to be better than that of the previous financial year in view of the continuing improvement in the country's economy.
20. **Variance from Profit Forecast**
Not applicable.
21. **Dividend**
The First & Final dividend of 5% less tax of 28% for the financial year ended 31 May 2000 has been approved at the AGM held on 23 October 2000.

By Order of the Board

Ker Siew Luan
Secretary

Georgetown, Penang
25 October 2000