

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

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED 30 NOVEMBER 2012**

**PENSONIC HOLDINGS BERHAD (300426-P)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 30 NOVEMBER 2012 (Unaudited)**

		Individual Quarter		Cumulative Quarter	
		30 November 2012 RM'000	2011 RM'000	30 November 2012 RM'000	2011 RM'000
Revenue	9	86,133	87,102	179,997	173,289
Cost of sales		(67,164)	(68,501)	(141,276)	(138,417)
Gross profit		18,969	18,601	38,721	34,872
Other operating income		1,157	311	1,536	649
Interest income		34	17	46	30
Operating expenses		(17,221)	(17,085)	(32,790)	(30,502)
<b>Results from operating activities</b>		2,939	1,844	7,513	5,049
Finance costs		(1,068)	(993)	(2,171)	(1,812)
<b>Operating profit</b>		1,871	851	5,342	3,237
Share of profit of equity accounted associates		-	-	-	-
<b>Profit before tax</b>		1,871	851	5,342	3,237
Income tax expense	21	(9)	(42)	(13)	(35)
<b>Profit for the period</b>	29	1,862	809	5,329	3,202
<b>Other comprehensive expense, net of tax</b>					
Foreign currency translation differences		31	1,046	85	68
<b>Total comprehensive income for the period</b>		1,893	1,855	5,414	3,270
<b>Profit attributable to:</b>					
Shareholders of the Company		1,884	971	5,279	3,382
Non-controlling interests		(22)	(162)	50	(180)
		1,862	809	5,329	3,202
<b>Total comprehensive income/(expense) attributable to:</b>					
Shareholders of the Company		1,915	2,017	5,364	3,450
Non-controlling interests		(22)	(162)	50	(180)
		1,893	1,855	5,414	3,270
Basic earnings per ordinary share (sen)		2.03	1.05	5.70	3.65

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 May 2012 and the accompanying explanatory notes attached to the interim financial statements.

**PENSONIC HOLDINGS BERHAD (300426-P)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 NOVEMBER 2012 (Unaudited)**

	Note	Unaudited 30-Nov-12 RM'000	Audited 31-May-12 RM'000
<b>ASSETS</b>			
Property, plant and equipment		60,659	56,995
Investment properties		510	514
Investments in associates		227	227
Intangible assets		1,028	1,026
Deferred tax assets		1,245	1,245
<b>Total non-current assets</b>		<u>63,669</u>	<u>60,007</u>
Trade and other receivables		66,509	70,393
Inventories		87,509	88,861
Current tax assets		1,969	1,517
Cash and cash equivalents		20,003	20,092
Non-current assets held for sale		-	653
<b>Total current assets</b>		<u>175,990</u>	<u>181,516</u>
<b>TOTAL ASSETS</b>		<u>239,659</u>	<u>241,523</u>
<b>EQUITY</b>			
Share capital		46,310	46,310
Reserves		44,545	39,181
<b>Total equity attributable to owners of the Company</b>		<u>90,855</u>	<u>85,491</u>
Non-controlling interests		(22)	(192)
<b>TOTAL EQUITY</b>		<u>90,833</u>	<u>85,299</u>
<b>LIABILITIES</b>			
Loans and borrowings	25	14,045	10,482
Deferred tax liabilities		982	705
<b>Total non-current liabilities</b>		<u>15,027</u>	<u>11,187</u>
Loans and borrowings	25	90,490	95,655
Trade and other payables		43,295	49,369
Current tax liabilities		14	13
<b>Total current liabilities</b>		<u>133,799</u>	<u>145,037</u>
<b>Total liabilities</b>		<u>148,826</u>	<u>156,224</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>239,659</u>	<u>241,523</u>
<b>Net assets per share attributable to equity holders (RM)</b>		0.98	0.92

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 May 2012 and the accompanying explanatory notes attached to the interim financial statements.

**PENSONIC HOLDINGS BERHAD (300426-P)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY AS AT 30 NOVEMBER 2012 (Unaudited)**

	Attributable to owners of the Company						Total RM'000	Non- controlling interests RM'000	Total Equity RM'000
	Non- Distributable Reserve			Distributable					
	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Exchange translation Reserve RM'000	Capital reserve RM'000	Retained earnings RM'000			
<b>At 1 June 2011</b>	46,310	21,361	387	(61)	4,488	24,474	96,959	180	97,139
Effect of transition to MFRS	-	-	(387)	61	-	326	-	-	-
	46,310	21,361	-	-	4,488	24,800	96,959	180	97,139
Foreign currency translation differences	-	-	-	363	-	-	363	-	363
Loss for the year	-	-	-	-	-	(10,615)	(10,615)	(372)	(10,987)
<b>Total comprehensive income/ (expense) for the year</b>	-	-	-	363	-	(10,615)	(10,252)	(372)	(10,624)
Dividend to owners of the Company	-	-	-	-	-	(1,216)	(1,216)	-	(1,216)
<b>At 31 May 2012</b>	46,310	21,361	-	363	4,488	12,969	85,491	(192)	85,299
<b>At 1 June 2012</b>	46,310	21,361	387	302	4,488	12,643	85,491	(192)	85,299
Effect of transition to MFRS	-	-	(387)	61	-	326	-	-	-
	46,310	21,361	-	363	4,488	12,969	85,491	(192)	85,299
Foreign currency translation differences	-	-	-	85	-	-	85	-	85
Profit for the period	-	-	-	-	-	5,279	5,279	50	5,329
<b>Total comprehensive income for the period</b>	-	-	-	85	-	5,279	5,364	50	5,414
Shares issued to non-controlling interests	-	-	-	-	-	-	-	120	120
<b>At 30 November 2012</b>	46,310	21,361	-	448	4,488	18,248	90,855	(22)	90,833

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 May 2012 and the accompanying explanatory notes attached to the interim financial statements.

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

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE QUARTER ENDED 30 NOVEMBER 2012 (Unaudited)**

	<b>6 months ended</b>	
	<b>30 November</b>	
	<b>2012</b>	<b>2011</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	5,342	3,237
Adjustments for:		
Depreciation of property, plant and equipment	2,204	1,762
Depreciation of investment properties	4	5
Interest expense	2,171	1,812
Plant and equipment written off	94	-
Gain on disposal of non-current assets held for sale	(1,638)	-
Gain on disposal of plant and equipment	(23)	(66)
Interest income	(46)	(30)
Operating profit before changes in working capital	8,108	6,720
Changes in working capital:		
Inventories	1,377	(9,408)
Trade and other receivables	3,746	(6,657)
Trade and other payables	(5,788)	4,052
Cash generated from operations	7,443	(5,293)
Income tax paid	(187)	(662)
<b>Net cash from operating activities</b>	7,256	(5,955)
<b>Cash flows used in investing activities</b>		
Proceeds from disposal of non-current assets held for sales	2,290	-
Proceeds from disposal of plant and equipment	134	67
Interest received	46	30
Purchase of property, plant and equipment	(6,073)	(2,692)
<b>Net cash used in investing activities</b>	(3,603)	(2,595)
<b>Cash flows from financing activities</b>		
Drawdown of term loans	3,563	-
Drawdown of finance lease liabilities	178	238
Proceeds from issuance of shares to non-controlling interests	120	-
Interest paid	(2,171)	(1,812)
Repayment of term loans	(1,703)	(888)
(Repayment)/ drawdown of borrowings, net	(807)	10,102
Repayment of finance lease liabilities	(109)	(69)
Placement of pledged fixed deposits	(2)	(165)
<b>Net cash (used in)/ from financing activities</b>	(931)	7,406
<b>Net increase/ (decrease) in cash and cash equivalents</b>	2,722	(1,144)
<b>Cash and cash equivalents at beginning of period</b>	5,284	3,582
Effect of exchange differences on cash and cash equivalents	(39)	68
<b>Cash and cash equivalents at end of period</b>	7,967	2,507

**PENSONIC HOLDINGS BERHAD (300426-P)**

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (cont'd)  
FOR THE QUARTER ENDED 30 NOVEMBER 2012 (Unaudited)**

	<b>6 months ended 30 November</b>	
	<b>2012</b>	<b>2011</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash and cash equivalents comprised the following:</b>		
Cash and bank balances	17,088	8,311
Bank overdrafts	(9,141)	(5,804)
Short term deposits with licensed banks	2,915	3,139
	<hr/>	<hr/>
	10,862	5,646
Fixed deposits pledged to bank	(2,895)	(3,139)
	<hr/>	<hr/>
	7,967	2,507
	<hr/> <hr/>	<hr/> <hr/>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 May 2012 and the accompanying explanatory notes attached to the interim financial statements.

# **PENSONIC HOLDINGS BERHAD (300426-P)**

(Incorporated in Malaysia)

## **NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND FINANCIAL QUARTER ENDED 30 NOVEMBER 2012**

### **PART A: EXPLANATORY NOTES AS PER FRS 134 - INTERIM FINANCIAL REPORTING**

#### **1. Basis of preparation**

These condensed consolidated interim financial statements have been prepared in accordance with MFRS134, Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34: Interim financial Reporting issued by the International Accounting Standards Board. For the periods up to and including the year ended 31 May 2012, the Company prepared its financial statements in accordance with Financial Reporting Standards ("FRS").

This Condensed Report is the Group's first MFRS compliant Condensed Report for the six months ended 30 November 2012 and hence *MFRS 1: First-Time Adoption of Malaysian Financial Reporting Standards* (MFRS1) has been applied.

The MFRS are effective for the Group from 1 June 2012 and the date of transition to the MFRS framework for the purpose of the first MFRS compliant Condensed Report is 1 June 2011. At that transition date, the Group reviewed its accounting policies and considered the transitional opportunities under MFRS 1. The impact of the transition from FRS to MFRS is described in Note 2.1 below.

#### **2. Significant Accounting Policies**

##### **2.1 Application of MFRS 1**

The audited financial statements of the Group for the year ended 31 May 2012 were prepared in accordance with FRS. As the requirements under FRS and MFRS are similar, the significant accounting policies adopted in preparing this Condensed Report is consistent with those of the audited financial statements for the year ended 31 May 2012 except as discussed below:

##### **(a) Foreign currency translation reserve**

Under FRS, the Group recognized translation differences on foreign operations as a separate component of equity. At the date of transition to MFRS, cumulative foreign currency translation differences for all foreign operations are deemed to be nil and reclassified to retained earnings.

Accordingly, at the date of transition to MFRS, the cumulative foreign currency translation differences of RM 60,600 as at 1 June 2011 were adjusted to retained earnings.

##### **(b) Property, plant and equipment**

The Group has previously adopted a cost model for its property, plant and machinery except for the short-term leasehold land stated was revalued by the directors in 1994 based on the valuation carried out by independent professional valuers on an open market value basis. The unamortised revalued amount has been retained as the surrogate carrying amount of the leasehold land.

## PENSONIC HOLDINGS BERHAD (300426-P)

(Incorporated in Malaysia)

### 2. Significant Accounting Policies (continued)

#### 2.1 Application of MFRS 1 (continued)

Upon transition to MFRS, the Group has elected to measure its property, plant and equipment using the cost model under MFRS 116, Property, Plant and Equipment. At the date of transition to MFRS, the Group uses the previous revaluation at or before the date of transition as deemed cost. The revaluation surplus was transferred to retained earnings on date of transition to MFRS.

The impact arising from the above on the statement of financial position are summarised as follows:-

#### Reconciliation of equity as at 1 June 2011:-

	FRSs as at 1-June-2011 RM'000	Effect of adopting MFRSs RM'000	MFRSs as at 1-June-2011 RM'000
<b>Equity</b>			
Exchange fluctuation reserve	(61)	61	-
Revaluation reserve	387	(387)	-
Retained earnings	24,474	326	24,800

#### Reconciliation of equity as at 31 May 2012:-

	FRSs as at 31-May-2012 RM'000	Effect of adopting MFRSs RM'000	MFRSs as at 31-May-2012 RM'000
<b>Equity</b>			
Exchange fluctuation reserve	302	61	363
Revaluation reserve	387	(387)	-
Retained earnings	12,643	326	12,969

#### 2.2 MFRS, Amendments to MFRS and IC Interpretation issued but not yet effective

At the date of authorisation of these interim financial statements, the following Malaysian Financial Reporting Standards ("MFRS"), Amendments to MFRSs and IC Interpretations were issued but not yet effective and have not been adopted by the Group:

MFRS, Amendments to MFRS and IC Interpretation	beginning on or after	
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in November 2009 and October 2010)	1 January 2015
MFRS 10	Consolidated Financial Statements	1 January 2013
MFRS 11	Joint Arrangements	1 January 2013
MFRS 12	Disclosure of Interests in Other Entities	1 January 2013
MFRS 13	Fair Value Measurement	1 January 2013
MFRS 119	Employee Benefits	1 January 2013
MFRS 127	Separate Financial Statements	1 January 2013
MFRS 128	Investments in Associates and Joint Ventures	1 January 2013



## **PENSONIC HOLDINGS BERHAD (300426-P)**

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### **2. Significant Accounting Policies (continued)**

#### **2.2 MFRS, Amendments to MFRS and IC Interpretation issued but not yet effective (continued)**

<b>MFRS, Amendments to MFRS and IC Interpretation</b>		<b>beginning on or after</b>
MFRS 128	Investments in Associates and Joint Ventures	1 January 2013
Amendments to MFRS 1	Government Loans	1 January 2013
Amendments to MFRS 7	Disclosures - Offsetting Financial Assets and Financial Liabilities	1 January 2013
Amendments to MFRS 101	Presentation of Items of Other Comprehensive Income	1 July 2012
Amendments to MFRS 132	Offsetting Financial Assets and Financial Liabilities	1 January 2014
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine	1 January 2013

### **3. Audit Qualification**

There were no audit qualifications on the annual financial statements of the Group for the year ended 31 May 2012.

### **4. Seasonality of Operations**

The Group's business operations are generally affected by festive seasons, school holidays and carnival sales in Malaysia.

### **5. Unusual Items due to their Nature, Size or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter ended 30 November 2012.

### **6. Significant Estimates and Changes In Estimates**

There were no changes in estimates of amounts reported in the prior quarter and/ or financial year that have a material effect on the Group in the current quarter under review.

### **7. Debt and Equity Securities**

There were no issuance and repayment of debts and equity securities, share buy-backs, share cancellations, shares held as treasury shares by the Company during the current quarter and financial year under review.

### **8. Dividend Paid**

No dividend has been paid for the current financial quarter and financial year ended 31 May 2013.

On 27 November 2012, shareholders of the Company has approved the first and final dividend of 1.75 sen per share less 25% tax amounting to approximately RM1,215,638 in respect of the financial year ended 31 May 2012. Subsequent to the reporting date, the dividend was paid on 31 December 2012.

## PENSONIC HOLDINGS BERHAD (300426-P)

(Incorporated in Malaysia)

### 9. Segmental Information

#### (i) Operating Segments

The Group has one reportable segment, which is principally engaged in the manufacture, assembly, sales and distribution of electrical and electronic appliances. The management reviews internal management reports on the segment at least on a quarterly basis.

#### (ii) Geographical Segments

The business segment of the Group is managed principally in Malaysia, China (including Hong Kong), Indonesia, Sri Lanka, Brunei, Middle East, Thailand, Myanmar, Singapore etc. In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers whereas segment assets are based on the geographical location of the assets. The amounts of segment assets do not include instruments (including investment in associates) and deferred tax assets.

	For the 6 months ended			
	30 November			
	2012	2011	2012	2011
	Segment Revenue		Segment Assets	
RM'000	RM'000	RM'000	RM'000	
Malaysia	134,679	129,291	211,932	217,273
Other Asian countries	37,468	39,368	23,265	21,132
Others	7,850	4,630	863	597
	<u>179,997</u>	<u>173,289</u>	<u>236,060</u>	<u>239,002</u>

### 10. Property, Plant and Equipment

During the current quarter, the Group has acquired assets at a cost of RM 6.1 million (30 November 2011: RM 0.3 million)

### 11. Events after the Reporting Period

There were no material events which have occurred subsequent to the end of current quarter ended 30 November 2012 until the date of this report.

## **PENSONIC HOLDINGS BERHAD (300426-P)**

(Incorporated in Malaysia)

### **12. Changes in Composition of the Group**

- (a) On 12 July 2012, the Company announced the disposal of the entire shares comprising of 2 ordinary shares of RM 1 each in its wholly-owned subsidiary, Pensonic Air Conditioner to Mr. Lim Lieng Piau and Mr. Chew Yeng Paik for a total cash consideration of RM 2. Consequently, Pensonic Air Conditioner will cease to be a subsidiary company of the Group.
- (b) On 21 September 2012, a subsidiary of the Company, Kollektion Distribution Sdn. Bhd. (“KDSB”) has entered into an agreement with Wong Pow Yee (“WPY”) whereby both parties agree that KDSB shall subscribe 60% shareholding in Kollektion Haus (Austin) Sdn Bhd (“KHA”) and WPY shall subscribe 40% shareholding in KHA to jointly develop, manage and operate an outlet to bear the brand name of KOLLEKTION HAUS in Johor in accordance to the terms and conditions as agreed in the said agreement.

Save as disclosed above, there were no significant changes in the composition of the Group as at the date of this report.

### **13. Contingent Liabilities**

A subsidiary of the Company had been issued with prior years’ notices of additional tax arising from the Inland Revenue Board (“IRB”) disallowing certain expenses claimed as a deduction for income tax purposes covering assessment years 2000 to 2004 (including penalties) amounting to approximately RM 2.5 million of which, the subsidiary had paid and recognised approximately RM 2.1 million as tax expense in the financial statements previously.

The subsidiary had submitted its appeal to the High Court on the above matter. Pending the hearing by the High Court, the management after consulting their tax lawyers, is of the opinion that there are grounds for the subsidiary’s appeal and as such, no provision has been made in the financial statements at 30 November 2012 for the remaining unpaid balance of RM 0.4 million.

### **14. Commitments**

Capital expenditure contracted but not provided for property, plant and equipment at the reporting date amounted to RM 22,729,158.

**PENSONIC HOLDINGS BERHAD (300426-P)**

(Incorporated in Malaysia)

**15. Significant Related Party Transactions**

The significant transactions with companies in which certain Directors and persons connected to Directors have substantial financial interests are as follows:

	<b>Unaudited 30-Nov-2012 RM'000</b>	<b>Audited 31-May-2012 RM'000</b>
Purchase of raw materials from		
-Pensia Plastic Industries Sdn. Bhd.	4,138	7,872
-Pensonic Technology Sdn. Bhd.	-	175
Subcon and service charge income from		
-Pensia Plastic Industries Sdn. Bhd.	316	603
-Pensonic Technology Sdn. Bhd.	-	8
Sale of goods to an associate		
-Pensonic (B) Sdn Bhd	757	1,767
Rental income charged for sub-letting of factory premises		
-Pensia Plastic Industries Sdn. Bhd.	108	120
-Pensonic Technology Sdn. Bhd.	-	12
Rental expenses charged by		
- Directors of the Group	30	60

**16. Disclosure of Realised and Unrealised Profit**

	<b>Unaudited 30-Nov-2012 RM'000</b>	<b>Audited 31-May-2012 RM'000</b>
- realised	21,376	15,585
- unrealised	337	321
	<u>21,713</u>	<u>15,906</u>
Total retained earnings of associates		
- realised	22	22
Less: Consolidation adjustments	(3,487)	(2,959)
Total retained earnings	<u>18,248</u>	<u>12,969</u>

## **PENSONIC HOLDINGS BERHAD (300426-P)**

(Incorporated in Malaysia)

### **NOTES TO THE INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED NOVEMBER 30, 2012**

#### **PART B : ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

##### **17. Review of Performance**

Group revenue for the current quarter ended 30 November 2012 recorded a slight decrease of 1.1% to RM 86 million against RM 87 million achieved in the corresponding period in the preceding year. Despite the slight decrease in turnover, net profit after tax has improved to RM 1.9 million from RM 0.8 million in the preceding corresponding period.

The healthy earnings growth in net profit is driven primarily by improvement in operating efficiency and product mix of better margin during the current quarter. Gross profit margin has increased by 0.6% to 22% as compared to 21.4% in the preceding corresponding period.

Cumulative group revenue for the 6 months ended 30 November 2012 jumped 4% to RM180 million from RM173 million the year before. Local market experienced higher growth rate of 4% in financial year 2013 but overseas developing markets again had the largest percentage growth rate of 70% especially Middle East countries, with their increasing demand for new appliances as a result of rapid economy growth.

##### **18. Variation of results Against Preceding Quarter**

Group revenue for the current quarter ended 30 November 2012 decreased 8.2% to RM 86 million from RM 94 million achieved in the immediate preceding quarter, whilst net profit after tax has dropped 46% to RM 1.9 million from RM 3.5 million in the preceding corresponding period.

The drop in turnover and profits in the second half of financial year 2013 was mainly due to the weaker local market demand during the current quarter.

##### **19. Commentary on Prospect**

Facing the complex and volatile market environment, the Group will maintain its focus on cost containment, productivity and operation efficiency to strengthen the Group's competitiveness in the market.

The Board of directors is confident that the financial result of the Group would remain positive for the coming quarters.

##### **20. Profit Forecast**

Not applicable as no profit forecast was published.

**PENSONIC HOLDINGS BERHAD (300426-P)**

(Incorporated in Malaysia)

**21. Taxation**

Taxation comprises the following:

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>30 November</b>		<b>30 November</b>	
	<b>2012</b>	<b>2011</b>	<b>2012</b>	<b>2011</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current tax expense	9	42	13	35

Domestic income tax rate is calculated at the Malaysian statutory tax rate of 25% (2011:25%) of the estimated assessable profit for the year. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

**22. Sales of Unquoted Investments and Properties**

The gain on disposal of plant, equipment and non-current assets held for sales for the period ended 30 November 2012 is RM1.7 million. (30 November 2011: RM 0.07 million)

**23. Investment in Quoted Securities**

There was no purchase or disposal of quoted securities during the current quarter.

**24. Status of Corporate Proposal**

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

**PENSONIC HOLDINGS BERHAD (300426-P)**  
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**25. Borrowings and Debts Securities**

Details of the Group's borrowings as at the end of this financial period are as follows:

	<b>Unaudited 30-Nov-12 RM'000</b>	<b>Audited 31-May-12 RM'000</b>
<b><u>Current</u></b>		
<b>Unsecured</b>		
Bank overdraft	6,323	6,191
Bankers' acceptance	71,115	61,894
Term loans	165	701
	<hr/> 77,603	<hr/> 68,786
<b>Secured</b>		
Bank overdraft	2,818	5,646
Bankers' acceptance	8,351	17,840
Trust receipts	114	681
Term loans	1,505	2,531
Finance lease liabilities	99	171
	<hr/> 12,887	<hr/> 26,869
	<hr/> <hr/> 90,490	<hr/> <hr/> 95,655
<b><u>Non - current</u></b>		
<b>Unsecured</b>		
Term loans	121	121
<b>Secured</b>		
Term loans	13,312	9,890
Finance lease liabilities	612	471
	<hr/> 13,924	<hr/> 10,361
	<hr/> <hr/> 14,045	<hr/> <hr/> 10,482

The bank borrowings and term loans are secured by the following:

- i) Legal charges over certain properties belonging to the subsidiary companies;
- ii) Lien on fixed deposits belonging to the subsidiary companies; and
- iii) Corporate guarantee by the Company.

**26. Material Litigation**

The Group is not engaged in any material litigation for the quarter ended 30 November 2012.

**PENSONIC HOLDINGS BERHAD (300426-P)**

(Incorporated in Malaysia)

**27. Proposed Dividend**

The Board does not recommend any dividend for the current quarter ended 30 November 2012.

On 27 November 2012, shareholders of the Company has approved the first and final dividend of 1.75 sen per share less 25% tax amounting to approximately RM1,215,638 in respect of the financial year ended 31 May 2012. Subsequent to the reporting date, the dividend was paid on 31 December 2012.

**28. Earnings per Share**

	Individual Quarter 30 November		Cumulative Quarter 30 November	
	2012	2011	2012	2011
Net profit for the year attributable to owners of the Company (RM'000)	1,884	971	5,279	3,382
Ordinary shares in issue ('000)	92,620	92,620	92,620	92,620
Basic earnings per share (sen)	2.03	1.05	5.70	3.65

**29. Profit for the Period**

Profit for the period has been arrived at:

	Individual Quarter 30 November		Cumulative Quarter 30 November	
	2012	2011	2012	2011
	RM'000	RM'000	RM'000	RM'000
<b>After charging:-</b>				
Depreciation & amortization	1,121	894	2,208	1,762
Write off of receivables	306	-	425	-
Provision for inventories	500	-	500	-
Plant and equipment written off	-	-	94	-
<b>After crediting:</b>				
Gain on disposal of non-current assets held for sale	1,228	-	1,638	-
Gain on disposal of plant and equipment	23	66	23	66
Net (loss)/ gain on foreign exchange	(235)	(175)	87	522

**30. Authorization for Issue**

The interim financial report was authorized for issue by the Board of Directors in accordance with a resolution of the Board of Directors dated 21 January 2013.

**BY ORDER OF THE BOARD**

Lee Hong Lim  
Secretary

Date: 21 January 2013