

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

**The Board of Directors of the Group are pleased to announce the following:  
UNAUDITED RESULTS OF THE GROUP FOR 4<sup>th</sup> QUARTER ENDED 31 MAY 2006**

### **Condensed Consolidated Balance Sheet At 31 May 2006**

	<b>31 May 2006</b>	<b>31 May 2005</b>
	RM'000	<b>(Audited)</b> RM'000
Property, plant and equipment	45,327	43,502
Investments in associates	-	-
Investments in jointly controlled entities	-	-
Other investments	-	-
Properties under development	-	-
Intangible assets	43	42
Goodwill on consolidation	4,790	4,790
	<hr/> 50,160	<hr/> 48,334
Current assets		
Inventories	56,069	55,635
Properties under development	-	-
Trade receivables	38,838	41,726
Other receivables, deposits and prepayment	15,193	12,922
Other investments	-	-
Cash and cash equivalents	9,212	5,958
	<hr/> 119,312	<hr/> 116,241
Current liabilities		
Trade payables	12,555	9,012
Other payables and accruals	6,974	10,383
Borrowings	46,684	45,737
Taxation	800	272
Provision for warranties	-	-
	<hr/> 67,013	<hr/> 65,404
Net current assets	<hr/> 52,299	<hr/> 50,837
	<hr/> 102,459	<hr/> 99,171

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Reports for the year ended 31 May 2005.

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

### **Condensed Consolidated Balance Sheet At 31 May 2006**

(continued)

	<b>31 May 2006</b>	<b>31 May 2005</b>
	<b>RM'000</b>	<b>(Audited) RM'000</b>
Financed by:		
Capital and reserves		
Share Capital	46,310	46,310
Reserves	44,628	42,749
Treasury shares	-	-
	<b>90,938</b>	<b>89,059</b>
Minority shareholders' interests	2,527	2,277
Long term and deferred liabilities		
Borrowings	7,896	6,737
Deferred taxation	1,098	1,098
Retirement benefits	-	-
	<b>102,459</b>	<b>99,171</b>
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.98	0.96

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Reports for the year ended 31 May 2005.

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

### **Condensed Consolidated Income Statement For the year ended 31 May 2006**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	Current Year Quarter 31/05/06 RM'000	Preceding Year Corresponding Quarter 31/05/05 RM'000	Current Year to Date 31/05/06 RM'000	Preceding Year Corresponding Period 31/05/05 RM'000
Revenue	48,530	50,960	187,257	177,681
Operating profit	1,496	1,511	6,373	5,661
Interest expense	548	512	1,858	1,623
Interest income	-	-	-	-
Share of profit of associates and jointly controlled entities	-	-	-	-
Profit before taxation	948	999	4,515	4,038
Tax expense	506	528	955	998
Profit after taxation	442	471	3,560	3,040
Less: Minority interest	316	(62)	262	(132)
Net profit for the period	126	533	3,298	3,172
Basic earnings per ordinary share (sen)	0.14	0.58	3.56	3.42
Diluted earnings per ordinary share (sen)	0.14	0.58	3.56	3.42

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Reports for the year ended 31 May 2005.

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

### **Condensed Consolidated Statement of Changes in Equity For the year ended 31 May 2006**

	<b>Non- distributable RM'000</b>	<b>Distributable retained profits RM'000</b>	<b>Total RM'000</b>
At 1 June 2005	83,665	5,394	89,059
Net gains and losses not recognized in the income statement	-	-	-
Currency translation differences	(85)	-	(85)
Net profit for the period	-	3,298	3,298
Dividends	-	(1,334)	(1,334)
At 31 May 2006	83,580	7,358	90,938
At 1 June 2004	83,665	3,222	86,887
Net gains and losses not recognized in the income statement	-	-	-
Currency translation differences	-	-	-
Net profit for the period	-	3,172	3,172
Dividends	-	(1,000)	(1,000)
At 31 May 2005	83,665	5,394	89,059

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Reports for the year ended 31 May 2005.

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

### **Condensed Consolidated Cash Flow Statement For the year ended 31 May 2006**

	31 May 2006 RM'000	31 May 2005 RM'000
<b>CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES</b>		
Profit before taxation	4,515	4,038
Adjustments	5,047	3,714
Operating Profit Before Working Capital Changes	9,562	7,752
Changes in working capital		
Net changes in current assets	1,962	(12,538)
Net changes in current liabilities	(343)	13,312
Net Cash Generated From Operations	11,181	8,526
Tax refunded	-	12
Tax expense	(2,649)	(1,088)
Interest expense	(1,859)	(1,625)
Net Cash Generated From Operating Activities	6,673	5,825
<b>CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES</b>		
Equity investments	-	-
Other investments	(5,014)	(11,903)
Net Cash Used In Investing Activities	(5,014)	(11,903)
<b>CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES</b>		
Borrowings	781	2,598
Dividends paid	(1,334)	(1,000)
Net Cash (Used In)/Generated From Financing Activities	(553)	1,598
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	1,106	(4,480)
<b>Effect of exchange rate differences on cash and cash equivalents</b>	260	-
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	1,343	5,823
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	2,709	1,343

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Reports for the year ended 31 May 2005.

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

Quarterly Report on consolidated results for the 4<sup>th</sup> financial quarter ended 31 May 2006

## **NOTES TO THE INTERIM FINANCIAL REPORT**

---

### **A1. Accounting Policies**

The interim financial report is unaudited and has been prepared in compliance with Financial Reporting Standards ('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 May 2005.

The accounting policies and methods of computation adopted by the Group in the interim financial report are consistent with those adopted in the financial statements for the year ended 31 May 2005.

### **A2. Auditors' Report**

The auditors' report of the audited financial statements for the financial year ended 31 May 2005 was not subjected to any qualification.

### **A3. Seasonal/Cyclical Factors**

There were no significant seasonal or cyclical factors which have materially affected the results of the Group for the fourth quarter.

### **A4. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the financial period under review.

### **A5. Changes in Estimates**

There were no changes in estimates of accounts reported in prior interim period of the current or previous financial year.

### **A6. Issuance of Equity or Debts 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.

### **A7. Dividend Paid**

A first and final dividend of 2 sen per share less tax at 28% amounting to RM1,333,728 in respect of the financial year ended 31 May 2005 was paid on 30 December 2005.

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

Quarterly Report on consolidated results for the 4<sup>th</sup> financial quarter ended 31 May 2006

## **A8. Segmental Revenue and Results**

### **(i) Business Segments**

	Investment Holding	Manufacturing and Assembling	Trading	Elimination	Consolidation
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>2006 Revenue</b>					
External revenue	-	16,230	171,027	-	187,257
Inter-segment Revenue	3,300	140,496	3,307	(147,103)	-
Total revenue	3,300	156,726	174,334	(147,103)	187,257
<b>Result</b>					
Segment result	(426)	2,366	4,433	-	6,373
Finance costs					(1,858)
Profit before taxation					4,515
Tax expense					(955)
Profit after taxation					3,560
Minority interest					(262)
Net profit for the period					3,298
Other segment item					
Depreciation	-	2,544	969	-	3,513

	Investment Holding	Manufacturing and Assembling	Trading	Elimination	Consolidation
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>2005 Revenue</b>					
External revenue	-	36,495	141,186	-	177,681
Inter-segment Revenue	2,700	132,205	474	(135,379)	-
Total revenue	2,700	168,700	141,660	(135,379)	177,681
<b>Result</b>					
Segment result	(117)	565	5,213	-	5,661
Finance costs					(1,623)
Profit before taxation					4,038
Tax expense					(998)
Profit after taxation					3,040
Minority interest					132
Net profit for the period					3,172
Other segment item					
Depreciation	-	1,324	476	-	1,800

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

Quarterly Report on consolidated results for the 4<sup>th</sup> financial quarter ended 31 May 2006

## **A8. Segmental Revenue and Results (Cont'd)**

### **(ii) Geographical Segments**

	Revenue by location of customers	Profit/(Loss) before taxation	Segment assets	Segment liabilities
<b>2006</b>	RM'000	RM'000	RM'000	RM'000
Malaysia	155,715	4,928	153,628	71,221
Outside Malaysia	31,542	(413)	11,054	4,786
	187,257	4,515	164,682	76,007

	Revenue by location of customers	Profit/(Loss) before taxation	Segment assets	Segment liabilities
<b>2005</b>	RM'000	RM'000	RM'000	RM'000
Malaysia	155,331	6,511	151,564	70,593
Outside Malaysia	22,350	(2,473)	8,221	2,646
	177,681	4,038	159,785	73,239

Year 2006 refers to financial year ended 31 May 2006 and year 2005 refers to financial year ended 31 May 2005.

## **A9. Valuation of Property, Plant and Equipment**

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

## **A10. Material Subsequent Events**

As at the date of issue of this quarterly report, there were no material events subsequent to the end of this period reported on that have not been reflected in the financial statements for the said period.

## **A11. Changes in Composition of the Group**

There were no changes in the composition of the Group for the current financial period ended 31 May 2006.

## **A12. Contingent Liabilities**

Contingent liabilities of the Group are as follows:

	As at 31.05.2006 RM'000	As at 31.05.2005 RM'000
Guarantees to financial institutions for facilities granted to subsidiary companies	<u>83,906</u>	<u>91,906</u>

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

Quarterly Report on consolidated results for the 4<sup>th</sup> financial quarter ended 31 May 2006

### **A13. Capital Commitments**

	As at 31.05.2006 RM'000	As at 31.05.2005 RM'000
Property, plant and equipment Contracted but not provided for	-	99

### **A14. Significant Related Party Transactions**

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

	As at 31.05.2006 RM'000	As at 31.05.2005 RM'000
Purchase of raw material from Pensia Plastic Industries Sdn. Bhd.	5,742	7,558
Electricity charges paid by Pensia Plastic Industries Sdn. Bhd.	248	279
Factory rental paid by Pensia Plastic Industries Sdn. Bhd.	180	180

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

Quarterly Report on consolidated results for the 4<sup>th</sup> financial quarter ended 31 May 2006

## **ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS**

---

### **B1. Review of Performance**

The Group recorded a profit before tax of RM948,000 for the current year quarter compared to the profit before tax of RM999,000 in the preceding year corresponding quarter.

Turnover for the current year quarter is RM48,530,000 compared to RM50,960,000 in the preceding year corresponding quarter. There was a decrease of 4.77% in turnover of the current year quarter as compared to the preceding year corresponding quarter.

In the opinion of the Board of Directors, no items, transaction or event of a material and unusual nature has arisen which would affect substantially the results of the operation of the Group for the period from 31 May 2006 to the date of issue of this quarterly report.

### **B2. Variation of Results against Preceding Quarter**

The Group achieved a profit before taxation of RM948,000 for this quarter as compared with a profit before taxation of RM999,000 for the corresponding quarter in the preceding year. The decrease in profit before taxation is mainly due to a lower turnover achieved during the current quarter.

### **B3. Prospect for the Forthcoming Financial Year**

For the forthcoming financial year, the domestic and global economy are expected to maintain a healthy performance and grow moderately. The main challenge to the economy is the increasing economic uncertainties arising from high global oil and commodities prices, rising inflation and higher interest rates. Cost containment and productivity will be the core focus areas for the Group to remain competitive and to cope with this expected challenging business environment. The Group will continue to execute its multi-brand and higher profit-margin products business strategies to boost revenue. Barring any unforeseen circumstances, the Group expects that business prospects for the forthcoming financial year to be positive.

### **B4. Variance from Profit Forecast**

Not applicable as no profit forecast was published.

### **B5. Tax Expense**

	Year ended 31.05.2006 RM'000	Year ended 31.05.2005 RM'000
Income Tax		
- Provision for current period	800	1,009
- Under provision for prior years	155	132
- Deferred taxation	-	(143)
	<u>955</u>	<u>998</u>

The Group's effective tax rate for the current quarter and cumulative year to date is lower than the statutory tax rate due mainly to the utilization of available capital allowances and unabsorbed losses brought forward.

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

Quarterly Report on consolidated results for the 4<sup>th</sup> financial quarter ended 31 May 2006

### **B6. 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 May 2006.

### **B7. Quoted Securities**

There were no purchase or disposal of quoted securities for the current financial period ended 31 May 2006.

### **B8. Status of Corporate Proposal**

There are no corporate proposals announced but not completed as at the date of this quarterly report except as disclosed below:

(a) the Company has entered into two Sale & Purchase of Shares Agreement on 30 June 2006 with Amtek Holdings Berhad for the proposed acquisition of the entire equity interest in Amtek Marketing Services Sdn. Bhd. and Amtek Marketing Services Pte. Ltd. for a total cash consideration of RM1,000,000 and RM1,009,551 respectively. An announcement on the proposed acquisition has been made to Bursa Malaysia on 30 June 2006. The proposed acquisition is still pending completion.

### **B9. Borrowings and Debts Securities**

Details of the Group's borrowings as at the end of this reporting period:

	As at 31.05.2006 RM'000	As at 31.05.2005 RM'000
Secured-repayable within one year		
Bank Overdraft	6,394	4,506
Bills Payable	39,443	40,196
Term Loan	847	1,035
	<u>46,684</u>	<u>45,737</u>
Secured-repayable one to five years		
Term Loan	<u>6,530</u>	<u>6,198</u>

Details of the Group's hire purchase creditors as at the end of this reporting period:

	As at 31.05.2006 RM'000	As at 31.5.2005 RM'000
Hire Purchase Creditors	1,981	825
Less: Interest In Suspense	<u>(196)</u>	<u>(84)</u>
	<u>1,785</u>	<u>741</u>
Repayable within one year	419	202
Repayable one to five years	<u>1,366</u>	<u>539</u>
	<u>1,785</u>	<u>741</u>

The bank borrowings bear interest at rates ranging from 1.25% to 2% per annum above the banks' base lending rates and the term loans bear interest at rates of 4.25% and 6% per annum and at rates ranging from 1.25% to 1.75% per annum above the banks' base lending rates.

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

Quarterly Report on consolidated results for the 4<sup>th</sup> financial quarter ended 31 May 2006

### **B9. Borrowings and Debts Securities (Cont'd)**

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;
- iii) Trade Financing General Agreement; and
- iv) Corporate guarantee by the Company.

### **B10. Off Balance Sheet Financial Instruments**

There are no financial instruments with off balance sheet risk at date of issue of this quarterly report.

### **B11. Material Litigation**

The Group is not engaged in any material litigation for the financial period ended 31 May 2006.

### **B12. Dividend Payable**

The Directors recommend the payment of a first and final dividend of 2.5 sen per share less tax at 28% in respect of the financial year ended 31 May 2006 totalling RM1,667,160 subject to shareholders' approval at the forthcoming Annual General Meeting.

The quarterly report do not reflect the first and final dividend which, when approved by members, will be accounted for as an appropriation of retained profits from shareholders' equity in the financial year ending 31 May 2007.

### **B13. Earnings Per Share**

	Year ended 31.05.2006	Year ended 31.05.2005
Net profit for the period (RM'000)	3,298	3,172
Ordinary shares in issue ('000)	92,620	92,620
Basic earning per share (sen)	<u>3.56</u>	<u>3.42</u>

By order of the Board

Ker Siew Luan  
Secretary

Dated : 27-07- 2006