

PENSONIC HOLDINGS BERHAD (300426-P)

**The Board of Directors of the Group are pleased to announce the following:
UNAUDITED RESULTS OF THE GROUP FOR 2nd QUARTER ENDED 30 NOVEMBER 2006**

Condensed Consolidated Balance Sheet As At 30 November 2006

| | Unaudited As At 30 Nov 2006 RM'000 | Audited As At 31 May 2006 RM'000 (restated) |
|--|---|--|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 44,611 | 44,469 |
| Investment property | 934 | 939 |
| Investment in associates | - | - |
| Investments in jointly controlled entities | - | - |
| Other investments | 70 | - |
| Intangible assets | 902 | 26 |
| Goodwill on consolidation | 4,936 | 4,790 |
| | 51,453 | 50,224 |
| Current assets | | |
| Inventories | 71,393 | 56,022 |
| Properties under development | - | - |
| Trade receivables | 58,847 | 38,822 |
| Other receivables | 13,039 | 13,105 |
| Tax recoverable | 3,040 | 2,285 |
| Cash and cash equivalents | 12,900 | 9,186 |
| | 159,219 | 119,420 |
| TOTAL ASSETS | 210,672 | 169,644 |

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Reports for the year ended 31 May 2006.

PENSONIC HOLDINGS BERHAD (300426-P)

Condensed Consolidated Balance Sheet

As At 30 November 2006

(continued)

| | Unaudited As At 30 Nov 2006 RM'000 | Audited As At 31 May 2006 RM'000 (restated) |
|---|---|--|
| EQUITY AND LIABILITIES | | |
| Equity | | |
| Share Capital | 46,310 | 46,310 |
| Reserves | 48,048 | 44,659 |
| | 94,358 | 90,969 |
| Minority interest | 3,023 | 2,524 |
| Total equity | 97,381 | 93,493 |
| Non-current liabilities | | |
| Borrowings | 7,580 | 8,234 |
| Deferred taxation | 1,212 | 1,212 |
| | 8,792 | 9,446 |
| Current liabilities | | |
| Trade payables | 31,628 | 13,076 |
| Other payables | 14,889 | 6,942 |
| Short-term borrowings | 57,418 | 46,687 |
| Taxation | 564 | - |
| | 104,499 | 66,705 |
| | 113,291 | 76,151 |
| Total liabilities | 210,672 | 169,644 |
| TOTAL EQUITY AND LIABILITIES | | |
| Net assets per share attributable to ordinary equity holders of the parent (RM) | 1.05 | 1.01 |

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Reports for the year ended 31 May 2006.

PENSONIC HOLDINGS BERHAD (300426-P)

Condensed Consolidated Income Statement For the quarter ended 30 November 2006

| | Individual Quarter | | Cumulative Quarter | |
|---|---|---|---|--|
| | Current Year Quarter 30 Nov 06 RM'000 | Preceding Year Corresponding Quarter 30 Nov 05 RM'000 | Current Year to Date 30 Nov 06 RM'000 | Preceding Year Corresponding Period 30 Nov 05 RM'000 |
| Revenue | 66,820 | 47,746 | 133,792 | 87,196 |
| Cost of sales | (51,984) | (38,258) | (103,898) | (68,674) |
| Gross profit | 14,836 | 9,488 | 29,894 | 18,522 |
| Other operating income | 235 | 982 | 696 | 1,425 |
| Negative goodwill | - | - | 610 | - |
| Distribution and administrative expenses | (12,464) | (8,739) | (25,377) | (16,482) |
| Other expenses | (149) | (148) | (232) | (292) |
| Profit from operations | 2,458 | 1,583 | 5,591 | 3,173 |
| Finance costs | (819) | (391) | (1,541) | (782) |
| Profit before taxation | 1,639 | 1,192 | 4,050 | 2,391 |
| Tax expense | (218) | (69) | (400) | (229) |
| Profit for the period | 1,421 | 1,123 | 3,650 | 2,162 |
| Attributable to: | | | | |
| Equity holders of the parent | 1,461 | 1,062 | 3,148 | 2,070 |
| Minority interest | (40) | 61 | 502 | 92 |
| Profit for the period | 1,421 | 1,123 | 3,650 | 2,162 |
| Basic earnings per ordinary share (sen) | 1.58 | 1.15 | 3.40 | 2.23 |
| Diluted earnings per ordinary share (sen) | 1.58 | 1.15 | 3.40 | 2.23 |

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Reports for the year ended 31 May 2006.

PENSONIC HOLDINGS BERHAD (300426-P)

Condensed Consolidated Statement of Changes in Equity For the quarter ended 30 November 2006

| | < ----- Attributable to Equity Holders of the Parent ----- > | | | | | |
|----------------------------------|---|---|--|-------------------------|---|------------------------------------|
| | Share Capital RM'000 | Non- distributable Reserves RM'000 | Distributable Retained Profits RM'000 | Total RM'000 | Minority Interest RM'000 | Total Equity RM'000 |
| At 1 June 2006 | 46,310 | 37,318 | 7,341 | 90,969 | 2,524 | 93,493 |
| Effect of adopting FRS 3 | - | (8,716) | 8,716 | - | - | - |
| Restated balance | 46,310 | 28,602 | 16,057 | 90,969 | 2,524 | 93,493 |
| Currency translation differences | - | 241 | - | 241 | (3) | 238 |
| Net profit for the period | - | - | 3,148 | 3,148 | 502 | 3,650 |
| Dividends | - | - | - | - | - | - |
| At 30 Nov 2006 | 46,310 | 28,843 | 19,205 | 94,358 | 3,023 | 97,381 |
| At 1 June 2005 | 46,310 | 37,355 | 5,394 | 89,059 | 2,277 | 91,336 |
| Effect of adopting FRS 3 | - | (8,716) | 8,716 | - | - | - |
| Restated balance | 46,310 | 28,639 | 14,110 | 89,059 | 2,277 | 91,336 |
| Currency translation differences | - | 49 | - | 49 | (12) | 37 |
| Net profit for the period | - | - | 2,070 | 2,070 | 92 | 2,162 |
| Dividends | - | - | - | - | - | - |
| At 30 November 2006 | 46,310 | 28,688 | 16,180 | 91,178 | 2,357 | 93,535 |

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Reports for the year ended 31 May 2006.

PENSONIC HOLDINGS BERHAD (300426-P)

Condensed Consolidated Cash Flow Statement For the quarter ended 30 November 2006

| | 30 Nov 2006 RM'000 | 30 Nov 2005 RM'000 |
|---|-----------------------|-----------------------|
| CASH FLOWS FROM / (USED IN) OPERATING ACTIVITIES | | |
| Profit before taxation | 4,050 | 2,391 |
| Adjustments | 2,683 | 2,616 |
| Operating Profit Before Working Capital Changes | 6,733 | 5,007 |
| Changes in working capital | | |
| Net changes in current assets | (20,793) | 12,926 |
| Net changes in current liabilities | 15,806 | (5,431) |
| Net Cash Generated From Operations | 1,746 | 12,502 |
| Tax refunded | - | - |
| Tax expense | (709) | (516) |
| Interest expense | (1,542) | (783) |
| Net Cash (Used In) / Generated From Operating Activities | (505) | 11,203 |
| CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES | | |
| Equity investments | (1,878) | - |
| Other investments | (2,671) | (3,374) |
| Net Cash Used In Investing Activities | (4,549) | (3,374) |
| CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES | | |
| Borrowings | 10,135 | 1,086 |
| Dividends paid | - | - |
| Net Cash Generated From Financing Activities | 10,135 | 1,086 |
| NET CHANGE IN CASH AND CASH EQUIVALENTS | 5,081 | 8,915 |
| Effect of exchange rate changes | (216) | 17 |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD | 3,127 | 1,343 |
| CASH AND CASH EQUIVALENTS AT END OF PERIOD | 7,992 | 10,275 |
| Cash and cash equivalents comprised the following: | | |
| Cash and bank balances | 12,789 | 13,153 |
| Overdrafts | (4,797) | (2,878) |
| | 7,992 | 10,275 |

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Reports for the year ended 31 May 2006.

PENSONIC HOLDINGS BERHAD (300426-P)

Quarterly Report on consolidated results for the 2nd financial quarter ended 30 November 2006

NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

The interim financial report is unaudited and has been prepared in compliance with Financial Reporting Standards 134₂₀₀₄, 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 2006.

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 2006 except as noted under Note A2.

A2. Changes in accounting policies

The Group has adopted the following new and revised Financial Reporting Standards ("FRS") that are effective for the financial period beginning on or after 1 January 2006:

| | |
|---------|--|
| FRS 2 | Share-based Payment |
| FRS 3 | Business Combinations |
| FRS 101 | Presentation of Financial Statements |
| FRS 102 | Inventories |
| FRS 108 | Accounting Policies, Changes in Estimates and Errors |
| FRS 110 | Events after the Balance Sheet Date |
| FRS 116 | Property, Plant and Equipment |
| FRS 121 | The Effects of Changes in Foreign Exchange Rates |
| FRS 127 | Consolidated and Separate Financial Statements |
| FRS 128 | Investments in Associates |
| FRS 132 | Financial Instruments: Disclosure and Presentation |
| FRS 133 | Earnings Per Share |
| FRS 136 | Impairment of Assets |
| FRS 138 | Intangible Assets |
| FRS 140 | Investment Property |

PENSONIC HOLDINGS BERHAD (300426-P)

Quarterly Report on consolidated results for the 2nd financial quarter ended 30 November 2006

A2. Changes in accounting policies (Cont'd)

The principal effects of the changes of accounting policies resulting from the adoption of the new or revised FRSs are discussed below:

a. FRS 2: Share-Based Payment

FRS 2 requires an entity to recognize share-based payment transactions in the financial statements, including transactions with employees or other parties to be settled in cash, or equity instruments of the entity. Prior to the adoption of FRS 2, the Group did not recognize the financial effect of share-based payments until such payments were settled. All the options under the Employees' Share Option Scheme of the Company were granted before 31 May 2003. In accordance with the transitional provisions of FRS 2, the FRS has not been applied to the options granted to employees on or before 31 May 2003, thus, the change in accounting policy has no impact on the results for the current financial period.

b. FRS 3: Business Combinations, FRS 136: Impairment of Assets and FRS 138: Intangible Assets

Goodwill

There is no change of accounting policy for goodwill in current financial period. In the financial statements for the financial year ended 31 May 2006, the Group has adopted the accounting policy that the goodwill arises on acquisition be recognized as an intangible asset and disclosed separately on the consolidated balance sheet at cost less any impairment losses, if any. The goodwill is not subject to annual amortization but is reviewed for impairment annually. Impairment will be recognized in the income statement when the results of such impairment review indicate the carrying value of goodwill is impaired.

Under FRS 3, after reassessment, any excess of the Group's interest in the net fair value of acquirees' identifiable assets, liabilities and contingent liabilities over the cost of the acquisitions (previously referred to as "negative goodwill"), is now recognized immediately in income statement. Prior to 1 January 2006, negative goodwill is stated in the balance sheet as reserve on consolidation. In accordance with the transitional provision of FRS 3, the negative goodwill as at 1 June 2006 of RM8,716,000 was derecognized with a corresponding increase in retained earnings.

Intangible assets other than goodwill

Under the new FRS 138, trademark is an intangible asset. From 1 June 2006, trademark is stated at cost less accumulated amortization and impairment losses. FRS 138 require that the useful lives of intangible assets other than goodwill be assessed at the individual asset level as having either a finite or indefinite life. Intangible assets with indefinite useful lives are not amortized but instead, are tested for impairment annually. In accordance with the transitional provisions of FRS 138, the change in the useful life assessment of trademark from finite to indefinite is made on a prospective basis.

PENSONIC HOLDINGS BERHAD (300426-P)

Quarterly Report on consolidated results for the 2nd financial quarter ended 30 November 2006

A2. Changes in accounting policies (Cont'd)

c. FRS 101: Presentation of Financial Statements and FRS 127: Consolidated and Separate Financial Statements

The adoption of the revised FRS 101 and FRS 127 has affected the presentation of minority interest and other disclosures. In the consolidated balance sheet, minority interests are now presented within total equity. In the consolidated income statement, minority interests are presented as an allocation of the total profit or loss for the period. A similar requirement is also applicable to the statement of changes in equity. FRS 101 also requires disclosure, on the face of the statement of changes in equity, total recognized income and expenses for the period, showing separately the amounts attributable to equity holders of the parent and to minority interest. The current period's presentation of the group's financial statements is based on the revised requirements of FRS 101, with the comparatives restated to conform with the current period's presentation.

d. FRS 140: Investment Property

Investment properties, being properties held to earn rentals and/or for capital appreciation, previously included under property, plant and equipment at valuation less accumulated depreciation, are now disclosed as a separate line item in non-current assets and stated at fair value.

A3. Auditors' Report

The auditors' report of the audited financial statements for the financial year ended 31 May 2006 was not subject to any qualification.

A4. Seasonal/Cyclical Factors

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

A5. Unusual Items

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

A6. Changes in Estimates

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

A7. Debts 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.

A8. Dividend Paid

There was no dividend paid during the current financial quarter.

Subsequent to the end of current quarter, the proposed first and final dividend of 2.5sen per share less tax at 28% amounting to RM 1,667,160 in respect of the financial year ended 31 May 2006 was paid on 29 December 2006.

PENSONIC HOLDINGS BERHAD (300426-P)

Quarterly Report on consolidated results for the 2nd financial quarter ended 30 November 2006

A9. 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 |
| 2007 | | | | | |
| Revenue | | | | | |
| External revenue | - | 7,972 | 125,820 | - | 133,792 |
| Inter-segment Revenue | 353 | 80,093 | 519 | (80,965) | - |
| Total revenue | 353 | 88,065 | 126,339 | (80,965) | 133,792 |
| Result | | | | | |
| Segment result | (298) | 1,707 | 3,572 | - | 4,981 |
| Finance costs | (2) | (917) | (622) | | (1,541) |
| Negative goodwill | | | 610 | | 610 |
| Profit before taxation | (300) | 790 | 3,560 | | 4,050 |
| Tax expense | | | | | (400) |
| Profit after taxation | | | | | 3,650 |
| Minority interest | | | | | (502) |
| Net profit for the period | | | | | 3,148 |
| Other segment item | | | | | |
| Depreciation | 8 | 1,289 | 595 | - | 1,892 |

| | Investment Holding | Manufacturing and Assembling | Trading | Elimination | Consolidation |
|---------------------------|--------------------|------------------------------|---------|-------------|---------------|
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| 2006 | | | | | |
| Revenue | | | | | |
| External revenue | - | 8,338 | 78,858 | - | 87,196 |
| Inter-segment Revenue | | 71,141 | 1,387 | (72,528) | - |
| Total revenue | - | 79,479 | 80,245 | (72,528) | 87,196 |
| Result | | | | | |
| Segment result | | 2,035 | 1,138 | - | 3,173 |
| Finance costs | | (611) | (171) | - | (782) |
| Negative goodwill | | | | - | - |
| Profit before taxation | | 1,424 | 967 | - | 2,391 |
| Tax expense | | | | | (229) |
| Profit after taxation | | | | | 2,162 |
| Minority interest | | | | | (92) |
| Net profit for the period | | | | | 2,070 |
| Other segment item | | | | | |
| Depreciation | - | 1,226 | 465 | - | 1,691 |

PENSONIC HOLDINGS BERHAD (300426-P)

Quarterly Report on consolidated results for the 2nd financial quarter ended 30 November 2006

A9. Segmental Revenue and Results (Cont'd)

(ii) Geographical Segments

| | Revenue by location of customers | Profit/(Loss) before taxation | Segment assets | Segment liabilities |
|------------------|----------------------------------|-------------------------------|----------------|---------------------|
| 2007 | RM'000 | RM'000 | RM'000 | RM'000 |
| Malaysia | 104,226 | 3,267 | 181,319 | 86,737 |
| Outside Malaysia | 29,566 | 783 | 29,353 | 26,554 |
| | 133,792 | 4,050 | 210,672 | 113,291 |
| | | | | |

| | Revenue by location of customers | Profit/(Loss) before taxation | Segment assets | Segment liabilities |
|------------------|----------------------------------|-------------------------------|----------------|---------------------|
| 2006 | RM'000 | RM'000 | RM'000 | RM'000 |
| Malaysia | 73,548 | 3,196 | 144,970 | 63,282 |
| Outside Malaysia | 13,648 | (805) | 16,121 | 4,275 |
| | 87,196 | 2,391 | 161,091 | 67,557 |
| | | | | |

Year 2007 refers to 6 months period ended 30 November 2006 and year 2006 refers to 6 months period ended 30 November 2005.

A10. 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.

A11. 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 that have not been reflected in the financial statements for the said period.

PENSONIC HOLDINGS BERHAD (300426-P)

Quarterly Report on consolidated results for the 2nd financial quarter ended 30 November 2006

A12. Changes in Composition of the Group

On 30 June 2006, the Company has acquired 2,000,000 ordinary shares of RM1.00 and 500,000 ordinary shares of S\$1.00 each representing the entire equity interest in Amtek Marketing Services Sdn. Bhd. (AMSSB) and Amtek Marketing Services Pte. Ltd. (AMSPL) for a total consideration of RM1,000,000 and RM1,009,551 respectively, satisfied by cash. The principal activities of Amtek Marketing Services Sdn. Bhd. and Amtek Marketing Services Pte. Ltd. are marketing and distribution of electrical goods in Malaysia and Singapore respectively. The Foreign Investment Committee (FIC) has no objection relating to the said acquisition.

Effect of acquisition

The acquisition had the following effect on the Group:

| | AMSSB RM'000 | AMSPL RM'000 | Total RM'000 |
|--|------------------------|------------------------|------------------------|
| Property, plant and equipment | 86 | 22 | 108 |
| Current assets | 9,284 | 5,421 | 14,705 |
| Current liabilities | (7,760) | (4,578) | (12,338) |
| Net assets acquired | 1,610 | 865 | 2,475 |
| Goodwill on acquisition | - | 145 | 145 |
| Negative goodwill | (610) | - | (610) |
| Minority shareholders' interest | - | - | - |
| Purchased price paid | 1,000 | 1,010 | 2,010 |
| Less: Cash & cash equivalents of subsidiaries acquired | (50) | 458 | 408 |
| Cash outflow on acquisition net of cash acquired | 1,050 | 552 | 1,602 |

A13. Contingent Liabilities

Contingent liabilities of the Group are as follows:

| | As at 30.11.2006 RM'000 | As at 31.05.2006 RM'000 |
|---|-------------------------------|-------------------------------|
| Guarantees to financial institutions for facilities granted to subsidiary companies | <u>116,150</u> | <u>125,656</u> |

PENSONIC HOLDINGS BERHAD (300426-P)

Quarterly Report on consolidated results for the 2nd financial quarter ended 30 November 2006

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:

| | 6 months ended 30.11.2006 RM'000 | Year ended 31.05.2006 RM'000 |
|--|---|---------------------------------------|
| Purchase of raw material from Pensia Plastic Industries Sdn. Bhd. | 3,428 | 5,774 |
| Electricity charges paid by Pensia Plastic Industries Sdn. Bhd. | 147 | 248 |
| Factory rental paid by Pensia Plastic Industries Sdn. Bhd. | 80 | 180 |
| | <hr/> | <hr/> |

PENSONIC HOLDINGS BERHAD (300426-P)

Quarterly Report on consolidated results for the 2nd financial quarter ended 30 November 2006

ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

B1. Review of Performance

The Group recorded a profit before tax of RM1,639,000 for the current year quarter compared to the profit before tax of RM1,192,000 in the preceding year corresponding quarter.

Turnover for the current year quarter is RM66,820,000 compared to RM47,746,000 in the preceding year corresponding quarter. There was an increase of 40% in turnover of the current year quarter as compared to the preceding year corresponding quarter. The increase is mainly due to increase in export sales and sales contributions made by two subsidiary companies acquired on 30 June 2006, as mentioned in paragraph A12 above.

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 operations of the Group for the period from 30 November 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 RM1,639,000 for this quarter as compared with a profit before taxation of RM1,192,000 for the corresponding quarter in the preceding year. The increase in profit before taxation is mainly due to a substantially higher turnover achieved during the current quarter.

B3. Prospect for the Current Financial Year

The Board of Directors expects the global economy to be resilient supported by the relatively loose monetary conditions and the easing of crude oil prices. On the domestic front, the growth momentum of the Malaysian economy is expected to gather pace and evolve stronger in 2007. To strengthen its competitiveness, the Group will place continual focus on the execution of its established key business strategies plan and cost containment initiatives. Baring any unforeseen circumstances, the Group expects that business prospects for the current financial year to be positive.

B4. Variance from Profit Forecast

Not applicable as no profit forecast was published.

B5. Tax Expense

| | 6 months ended 30.11.2006 RM'000 | 6 months ended 30.11.2005 RM'000 |
|--------------------------------|---|---|
| Income Tax | | |
| - Provision for current period | 400 | 229 |

PENSONIC HOLDINGS BERHAD (300426-P)

Quarterly Report on consolidated results for the 2nd financial quarter ended 30 November 2006

B5. Tax Expense (cont'd)

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.

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 30 November 2006.

B7. Quoted Securities

There were no purchase or disposal of quoted securities for the current financial period ended 30 November 2006.

B8. Status of Corporate Proposal

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

B9. Borrowings and Debts Securities

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

| | As at 30.11.2006 RM'000 | As at 31.05.2006 RM'000 |
|-------------------------------------|-------------------------------|-------------------------------|
| Secured-repayable within one year | | |
| Bank Overdrafts | 4,797 | 6,394 |
| Bills Payable | 52,581 | 39,443 |
| Term Loan | 799 | 850 |
| | <u>58,177</u> | <u>46,687</u> |
| Secured-repayable one to five years | | |
| Term Loan | <u>6,781</u> | <u>6,865</u> |

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

| | As at 31.11.2006 RM'000 | As at 31.5.2006 RM'000 |
|-----------------------------|-------------------------------|------------------------------|
| Hire Purchase Creditors | 2,028 | 1,983 |
| Less: Interest In Suspense | 188 | 196 |
| | <u>1,840</u> | <u>1,787</u> |
| Repayable within one year | 480 | 417 |
| Repayable one to five years | 1,360 | 1,370 |
| | <u>1,840</u> | <u>1,787</u> |

PENSONIC HOLDINGS BERHAD (300426-P)

Quarterly Report on consolidated results for the 2nd financial quarter ended 30 November 2006

B9. Borrowings and Debts Securities (Cont'd)

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 6% and 7.75% per annum and at rates ranging from 1% to 1.75% per annum above the banks' base lending rates.

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 30 November 2006.

B12. Dividend Payable

There is no dividend proposed in this financial quarter.

The proposed first and final dividend of 2.5sen per share less tax at 28% amounting to RM 1,667,160 in respect of the financial year ended 31 May 2006 was paid on 29 December 2006.

B13. Earnings Per Share

| | 6 months ended 30.11.2006 | 6 months ended 30.11.2005 |
|---|---------------------------------|---------------------------------|
| Net profit attributable to equity holders of the parent for the period (RM'000) | 3,148 | 2,070 |
| Ordinary shares in issue ('000) | 92,620 | 92,620 |
| Basic earning per share (sen) | <u>3.40</u> | <u>2.23</u> |

By order of the Board

Ker Siew Luan
Secretary

Dated : 29th January, 2007