

Interim Report
SMIS Corporation Berhad
 (Company No. 491857-V)
 (Incorporated in Malaysia)
and its subsidiaries

Condensed Consolidated Statement of Financial Position as at 30 June 2013
 (unaudited)

	Note	As at 31 June 2013 RM'000	As at 31 December 2012 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		31,176	29,730
Investment properties		488	500
Other investments		5,553	2,693
Intangible assets		1,322	1,322
Deferred tax assets		932	961
Total non current assets		39,471	35,206
Current assets			
Inventories		13,294	13,651
Trade and other receivables		43,475	37,067
Current tax assets		250	223
Cash and cash equivalents		18,470	23,792
Total current assets		75,489	74,733
TOTAL ASSETS		114,960	109,939
Equity			
Share capital		44,800	44,800
Reserves		30,888	29,154
Less: 2,590,100 treasury shares, at cost		(1,160)	(1,156)
Total equity attributable to the shareholders of the Company		74,528	72,798
Non-controlling interests		4,846	4,373
Total equity		79,374	77,171
Non-current liabilities			
Other financial liabilities		707	707
Loans and borrowings	B8	4,069	2,510
Deferred tax liabilities		375	253
Total non current liabilities		5,151	3,470
Current liabilities			
Loans and borrowings	B8	3,410	5,081
Trade and other payables		25,495	23,047
Provision for warranties		815	815
Current tax liabilities		715	355
Total current liabilities		30,435	29,298
TOTAL EQUITY AND LIABILITIES		114,960	109,939
Net assets per share (RM)		1.66	1.62
		-	-

Note:-

The Condensed Consolidated Statement of Financial Position (formerly known as Balance Sheet) should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

Interim Report
SMIS Corporation Berhad
 (Company No. 491857-V)
 (Incorporated in Malaysia)
 and its subsidiaries

Condensed Consolidated Statement of Comprehensive Income for the 6 months period ended 30 June 2013
 (unaudited)

	Note	3 months period ended 30 June		6 months period ended 30 June	
		2013 RM'000	2012 RM'000	2013 RM'000	2012 RM'000
Revenue		33,333	31,354	63,131	59,252
Cost of sales		(26,462)	(25,614)	(50,372)	(48,507)
Gross profit		6,871	5,740	12,759	10,745
Operating expenses		(4,096)	(3,938)	(7,961)	(7,522)
Other operating income		224	280	406	540
Operating (loss) / profit		2,999	2,082	5,204	3,763
Financing costs		(163)	(84)	(305)	(143)
Interest income		78	88	110	115
(Loss) / Profit before taxation		2,914	2,086	5,009	3,735
Tax expense	B5	(1,036)	(746)	(1,853)	(1,361)
Profit after taxation		1,878	1,340	3,156	2,374
Other comprehensive income, net of tax					
Fair value reserve		28	(130)	36	(153)
Foreign currency translation differences for foreign operations		136	126	143	(61)
Other comprehensive income for the period, net of tax		164	(4)	179	(214)
Total comprehensive income for the period		2,042	1,336	3,335	2,160
Profit attributable to:					
Owners of the Company		1,642	1,401	2,617	2,263
Non-controlling interests		236	(61)	539	111
Profit for the period		1,878	1,340	3,156	2,374
Total comprehensive income attributable to :					
Owners of the Company		1,801	1,397	2,791	2,049
Non-controlling interests		241	(63)	544	109
Total comprehensive income for the period		2,042	1,334	3,335	2,158
Basic earnings per ordinary share (sen)	B12	3.89	3.32	6.20	5.36
Diluted earnings per ordinary share (sen)		N/A	N/A	N/A	N/A

Notes :-

N/A = Not applicable

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

Interim Report
SMIS Corporation Berhad
(Company No. 491857-V)
(Incorporated in Malaysia)
and its subsidiaries

Condensed Consolidated Statement of Changes in Equity for the 6 months period ended 30 June 2013
(unaudited)

	Attributable to the owners of the Company							Total Equity RM'000
	Non-distributable				Distributable			
	Share capital RM'000	Share premium RM'000	Treasury share RM'000	Foreign currency translation reserve RM'000	Fair value reserve RM'000	Retained profits RM'000	Non-controlling interests RM'000	
At 1 January 2013	44,800	4,891	(1,156)	(180)	88	24,355	4,373	77,171
Fair value of available-for-sale financial assets	-	-	-	-	37	-	-	37
Foreign currency translation differences for foreign operations	-	-	-	138	-	-	4	142
Total other comprehensive income for the year	-	-	-	138	37	-	4	179
Profit for the year	-	-	-	-	-	2,617	539	3,156
Dividend paid	-	-	-	-	-	(1,057)	-	(1,057)
Total comprehensive income for the period	-	-	-	138	37	1,560	543	2,278
Purchase of treasury share at cost	-	-	(4)	-	-	-	-	(4)
Disposal of investment in subsidiary	-	-	-	-	-	-	(71)	(71)
At 30 June 2013	<u>44,800</u>	<u>4,891</u>	<u>(1,160)</u>	<u>(42)</u>	<u>125</u>	<u>25,915</u>	<u>4,845</u>	<u>79,374</u>
At 1 January 2012	44,800	4,891	(1,151)	(75)	252	23,501	3,999	76,217
Fair value of available-for-sale financial assets	-	-	-	-	(164)	-	-	(164)
Foreign exchange translation differences	-	-	-	(105)	-	-	(4)	(109)
Total other comprehensive income for the year	-	-	-	(105)	(164)	-	(4)	(273)
Profit for the year	-	-	-	-	-	854	378	1,232
Total comprehensive income for the period	-	-	-	(105)	(164)	854	374	959
Purchase of treasury share at cost	-	-	(5)	-	-	-	-	(5)
Loss of dilution of shares arising from	-	-	-	-	-	-	-	-
At 31 December 2012	<u>44,800</u>	<u>4,891</u>	<u>(1,156)</u>	<u>(180)</u>	<u>88</u>	<u>24,355</u>	<u>4,373</u>	<u>77,171</u>

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

Interim Report
SMIS Corporation Berhad
(Company No. 491857-V)
(Incorporated in Malaysia)
and its subsidiaries

Condensed Consolidated Cash Flow Statement for the 6 months period ended 30 June 2013
(unaudited)

	For the 6 months period ended 30 June 2013 RM'000	For the 6 months period ended 30 June 2012 RM'000
Cash flows from operating activities		
Profit before taxation from operations	5,009	3,735
Adjustment for non-cash items:		
Amortisation of intangible assets	-	98
Depreciation of investment properties	11	15
Depreciation of plant and equipment	2,143	1,969
Gain on disposal of the investment in subsidiary	(71)	-
Gain on disposal of other investments	-	(77)
Gain on disposal of plant and equipment	(61)	-
Fixed asset written off	2	-
Disposal of other investment	(2,824)	2,252
Interest paid	290	132
Interest income	(110)	(115)
Unrealised foreign exchange (gain) / loss	11	(19)
Operating profit before changes in working capital	4,400	7,990
Changes in working capital:		
Inventories	358	453
Trade and other receivables	(6,418)	(4,140)
Trade and other payables	2,191	(2,115)
Cash (used in) / generated from operations	531	2,188
Income taxed paid	(1,369)	(1,344)
Income taxes refunded	-	132
Interest paid	(290)	(132)
Net cash (used in) / generated from operating activities	(1,128)	844
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,333)	(1,412)
Interest received	110	115
Proceed from disposal of property, plant and equipment	61	-
Net cash used in investing activities	(3,162)	(1,297)
Cash flows from financing activities		
Purchase of treasury shares	(4)	(2)
Repayment of hire-Purchase	(73)	-
Term loan	-	2,550
Repayment of BA	(96)	-
Drawdown of other borrowing	490	-
Repayment of term loan	(360)	(10)
Dividend paid	(1,057)	-
Net cash used in financing activities	(1,100)	2,538
Net (decrease) / increase in cash and cash equivalents	(5,390)	2,085
Exchnage rate fluctuaction reserve	142	15
Cash and cash equivalents at 1 January	20,677	15,905
Cash and cash equivalents at 30 June	15,429	18,005
@		
@ Cash and cash equivalents comprise the following balance sheet amounts:		
Deposits placed with licensed banks	13,100	5,214
Cash and bank balances	5,370	15,953
Bank overdrafts	(3,041)	(2,984)
Banker's acceptances	-	(178)
	15,429	18,005

(i)

For the 6 months period ended 30 June 2013, the Group acquired property, plant and equipment amounting to RM 3,543,490 of which RM 252,351 was accrued for. There was payment for assets capitalised in year ended 31 December 2012 amounting to RM 404,363.

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