

ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)

Condensed Consolidated Statement of Comprehensive Income (Unaudited) for the Quarter ended 30 June 2013

	Quarter ended 30 June	Quarter ended 30 June	3 months ended 30 June	3 months ended 30 June
	2013 RM'000	2012 RM'000	2013 RM'000	2012 RM'000
Revenue	69,708	75,816	69,708	75,816
Expenses excluding finance cost and tax	(70,705)	(74,326)	(70,705)	(74,326)
Loss on divestment	0	0	0	0
Other operating income	181	198	181	198
Profit from operations	(816)	1,688	(816)	1,688
Finance cost	(100)	(89)	(100)	(89)
Profit/(loss) before tax	(916)	1,599	(916)	1,599
Taxation	116	232	116	232
Net profit /(loss) for the period	(800)	1,831	(800)	1,831
Attributable to:				
- Owners of the Company	(800)	1,831	(800)	1,831
- Minority interest	0	0	0	0
	(800)	1,831	(800)	1,831
Basic earnings/(loss) per ordinary share (sen)	(0.61)	1.38	(0.61)	1.38
Diluted earnings/(loss) per ordinary share (sen)	(0.61)	1.38	(0.61)	1.38

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the period ended 31 March 2013)

ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)
Condensed Consolidated Statement of Financial Position as at 30 June (Unaudited)

	UNAUDITED At 30 June 2013 RM'000	AUDITED At 31 Mar 2013 RM'000
Non current assets		
Property, plant and equipment	93,060	93,791
Deferred tax assets	4,230	4,101
Current assets		
Inventories	48,769	46,504
Receivables, deposits and prepayments	35,314	36,221
Deposits, cash and bank balances	34,735	36,068
Tax recoverable	947	961
	<u>119,765</u>	<u>119,754</u>
Less: Current liabilities		
Trade and other payables	21,378	21,129
Current tax liabilities	0	0
Dividend payable	0	0
	<u>21,378</u>	<u>21,129</u>
Net current assets	<u>98,387</u>	<u>98,625</u>
Less: Non current liabilities		
Provision for retirement benefits	6,203	6,038
Deferred tax liabilities	11,610	11,815
	<u>17,813</u>	<u>17,853</u>
	<u>177,864</u>	<u>178,664</u>
Capital and reserves		
Share capital	134,331	134,331
Reserves	43,533	44,333
	<u>177,864</u>	<u>178,664</u>
Minority interest	0	0
Total equity	<u>177,864</u>	<u>178,664</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the period ended 31 March 2013)

ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)
Condensed Consolidated Statement of Changes In Equity (Unaudited) For the Quarter Ended 30 June 2013

	Share capital RM'000	<u>Non-distributable</u> Share premium RM'000	Other reserves RM'000	<u>Distributable</u> Revenue reserve RM'000	Total RM'000
Balance as at 1 April 2013	134,331	4,112	1,670	38,551	178,664
Total Comprehensive Income for the Year				(800)	(800)
Dividends				0	0
Balance as at 30 June 2013	134,331	4,112	1,670	37,751	177,864
Balance as at 1 April 2012	134,331	4,112	1,670	46,439	186,552
Total Comprehensive Income for the Year				1,831	1,831
Dividends				0	0
Balance as at 30 June 2012	134,331	4,112	1,670	48,270	188,383

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 March 2013)

ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)
Condensed Consolidated Statement of Cash Flows (Unaudited)

	3 months ended 30 June 2013 RM'000	3 months ended 30 June 2012 RM'000
Operating activities		
Cash from operations	1,761	9,041
Payment of retirement benefits	(497)	0
Refund of tax	0	92
Tax paid	(204)	(436)
Net cash flow from operating activities	<u>1,060</u>	<u>8,697</u>
Investing activities		
Purchase of fixed assets	(2,574)	(1,813)
Proceeds from sale of fixed assets	6	37
Interest income received	175	189
Net cash flow from investing activities	<u>(2,393)</u>	<u>(1,587)</u>
Changes in Cash & Cash Equivalents	(1,333)	7,110
Cash & Cash Equivalents at beginning of period	35,835	36,807
Cash & Cash Equivalents at end of period	<u>34,502</u>	<u>43,917</u>
Deposits, cash and bank balances comprise :		
Deposits with licensed banks	32,182	40,622
Cash and bank balances	2,320	3,295
Cash & cash equivalents at end of period	<u>34,502</u>	<u>43,917</u>
Fixed Deposits	233	0
	<u>34,735</u>	<u>43,917</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the period ended 31 March 2013)

ALUMINIUM COMPANY OF MALAYSIA BERHAD (ALCOM) (Co. No. 3859-U)
(Incorporated in Malaysia)

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (MFRS) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (BMSB).

The interim financial statements should be read in conjunction with the Group's financial statements for the year ended 31 March 2013. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 March 2013.

The significant accounting policies and methods of computation adopted in the preparation of this interim financial report are consistent with those adopted in the audited financial statements of the company for the financial year ended 31 March 2013 except for the adoption of the new IFRS-compliant framework, Malaysian Financial Reporting Standards ("MFRS") where the following standards, amendments to published standards and interpretations to existing standards are applicable:

- MFRS 10 "Consolidated Financial Statements"
- MFRS 12 "Disclosures of Interests in Other Entities"
- MFRS 13 "Fair Value Measurement"
- The revised MFRS 127 "Separate Financial Statements"
- Amendment to MFRS 101 "Presentation of Items of Other Comprehensive Income"
- Amendment to MFRS 119 "Employee Benefits"
- Amendment to MFRS 132 "Financial Instruments: Presentation"
- Amendment to MFRS 7 "Financial Instruments: Disclosures"

The adoption of the above MFRSs and IC Interpretations does not have any significant impact to the financial statements of the Group and the Company.

A2. Audit Report of the preceding annual Financial Statements

The audit report of the Group's preceding annual Financial Statements was not subject to any qualification.

A3. Comments about Seasonal or Cyclical Factors

One of the products that the ALCOM Group manufactures and sells is finstock (both bare and coated). This product is supplied to air conditioner manufacturers, in which sector demand is increasingly subject to seasonal changes.

A4. Unusual items affecting assets, liabilities, equity, net income, or cash flow

During the quarter under review, there were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group.

A5. Material changes in estimates

There were no significant changes in estimates that have had a material effect on the financial year-to-date results.

A6. Debt and Equity Securities

The Company did not do any share buy-back during the quarter under review. There was therefore no movement on the 2,079,000 treasury shares held by the Company during the quarter under review.

In the same quarter, the Company did not issue or repay any debt or equity securities.

A7. Dividends paid

There was no dividend declared or paid during the quarter ending 30 June 2013.

A8. Segmental information

The ALCOM Group is solely involved in the manufacturing of aluminium products and operates within Malaysia. Revenues are based on the regions in which the customers are located.

	Malaysia	Asia	Other Regions	Total
Revenue	RM'000	RM'000	RM'000	RM'000
Quarter Ended 30 June 2013	26,226	38,950	4,532	69,708
3 months Ended 30 June 2013	26,226	38,950	4,532	69,708
Total Assets				
As at 30 June 2013	217,055			217,055

*Revenue in the Malaysia segment includes sales to customers in the Licensed Manufacturing Warehouse and Free Trade Zone areas amounting to RM6.711 million for 3 months ended 30 June 2013.

A9. Valuation of Property, Plant and Equipment

There were no changes in the valuation of property, plant and equipment for the current financial quarter under review.

A10. Material events subsequent to the end of the interim period

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the quarter in which this report is made.

A11. Changes in the composition of the Group

Not applicable.

A12. Changes in contingent liabilities or contingent assets

The ALCOM Group had no contingent liabilities or contingent assets as at end of the quarter.

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BMSB

B1. Review of Performance

The Group's revenue for the current quarter under review was RM69.7 million, a decline of RM6.1million or 8% decrease compared to RM75.8 achieved in the corresponding quarter of the preceding year due mainly to LME prices being 9% as well as a drop in shipment volume resulting from lower production output.

The Group registered a loss before tax of RM0.92 million for the current quarter under review as compared to a profit of RM1.6 million attained in corresponding quarter of the preceding year resulting mainly from the lower attainment of sales revenue and volume. This was on the back of operating costs being well contained during the quarter.

Cash reserves at the end of the quarter under review stood at RM34.5 million as compared to RM43.9 million at the end of the corresponding quarter of the preceding year.

B2. Material changes in profit before taxation for the quarter as compared with the preceding quarter

The Group recorded a pre-tax loss of RM0.92 million for the current quarter under review as compared to a pre-tax profit of RM1.13 million registered in the preceding quarter. The decreased pre tax result was due mainly to the LME prices being 3% lower coupled with a lower production output.

B3. Commentary on Prospects

The overall business environment remains challenging in both the global and domestic front with the LME and currency volatility expected to continue into the next quarter. The Group will continue to maintain its strategy of increasing sales of products that generate maximum contribution and enhancing operational efficiencies to offset cost inflation in order to achieve a satisfactory result in the remaining quarters of the financial year.

B4. Variance of actual profit from forecast profit

Not applicable.

B5. Taxation

	Quarter (Apr-Jun) ended		3 months (Apr-Jun) ended	
	30 Jun 2013	30 Jun 2012	30 Jun 2013	30 Jun 2012
	RM'000	RM'000	RM'000	RM'000
In respect of current period				
- income tax	44	502	44	502
-deferred tax	(333)	(734)	(333)	(734)
In respect of prior period				
- income tax	173	0	173	0
- deferred tax	0	0	0	0
	(116)	(232)	(116)	(232)

The effective tax rate of the Group for the current quarter was lower than the statutory tax rate mainly due to unabsorbed losses of the Group.

B6. Unquoted Investments

There were no purchases or disposals of unquoted securities for the current quarter and financial year-to-date.

B7. Quoted Investments

There were no purchases or disposals of quoted securities for the current quarter and financial year-to-date.

B8. Status of Corporate Proposal

Not applicable.

B9. Group borrowings

As at quarter ending 30 June 2013, the ALCOM Group had no bank borrowings outstanding.

B10. Derivative Financial Instruments

As at 30 June 2013, total contract value and fair value of the Group's outstanding forward foreign exchange contracts stood as follows :-

Types of Derivatives (Foreign Exchange Contracts)	Contract/Notional Value (RM million)	Fair Value (RM million)	Gain/(Loss) on Fair Value (RM million)
(I) Less than 1 year	-	-	-
- Payables	-	-	-
- Receivables	22.26	22.78	(0.52)
(II) 1 year to 3 years; and	-	-	-
- Payables	-	-	-
- Receivables	-	-	-
(iii) More than 3 years.	-	-	-
- Payables	-	-	-
- Receivables	-	-	-

B11. Changes in Material Litigation

Not applicable.

B12. Approved Dividends Not Yet Paid

Not applicable.

B13. Earnings per Share

	Quarter ended 30 Jun	Quarter ended 30 Jun	3 months ended 30 Jun	3 months ended 30 Jun
	2013 RM'000	2012 RM'000	2013 RM'000	2012 RM'000
(a) Basic earnings per share				
Net profit/(loss) for the period (RM,000)	(800)	1,831	(800)	1,831
Weighted average number of ordinary shares in issues ('000)	132,252	132,252	132,252	132,252
Basic earnings/(loss) per share (sen)	(0.61)	1.38	(0.61)	1.38

The group does not have any dilutive potential shares outstanding.

B14. Realised and Unrealised Profit and Losses Disclosure

Total retained profits of ALCOM Group and its subsidiaries companies as at 30 June 2013:

	<u>Group</u>	<u>Company</u>
	RM'000	RM'000
- Realised	48,122	28,605
- Unrealised	<u>4,251</u>	<u>3,363</u>
Total Retained Profits as per consolidated accounts	52,373	31,968
Less: Consolidation adjustments	<u>(14,622)</u>	<u>-</u>
Total Retained Profits as per Financial Statements:	<u><u>37,751</u></u>	<u><u>31,968</u></u>

B15. Authorization of Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated 26 August 2013.

**BY ORDER OF THE BOARD
BERNARD GOMEZ
DIRECTOR, FINANCE
BUKIT RAJA, KLANG
26 AUGUST 2013**