

ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)
Condensed Consolidated Statement of Comprehensive Income (Unaudited) for the Quarter ended 31 December 2012

	Quarter ended 31 Dec	Quarter ended 31 Dec	9 months ended 31 Dec	9 months ended 31 Dec
	2012 RM'000	2011 RM'000	2012 RM'000	2011 RM'000
Revenue	69,698	61,829	211,316	207,474
Expenses excluding finance cost and tax	(73,784)	(63,127)	(216,688)	(205,749)
Loss on divestment	0	0	0	0
Other operating income	180	190	627	552
Profit from operations	(3,906)	(1,108)	(4,745)	2,277
Finance cost	(90)	(54)	(264)	(239)
Profit/(loss) before tax	(3,996)	(1,163)	(5,009)	2,039
Taxation	844	356	527	(426)
Net profit /(loss) for the period	(3,152)	(807)	(4,482)	1,613
Attributable to:				
- Owners of the Company	(3,152)	(807)	(4,482)	1,613
- Minority interest	0	0	0	0
	(3,152)	(807)	(4,482)	1,613
Basic earnings/(loss) per ordinary share (sen)	(2.38)	(0.61)	(3.39)	1.22
Diluted earnings/(loss) per ordinary share (sen)	n/a	n/a	n/a	n/a

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the period ended 31 March 2012.)

ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)

Condensed Consolidated Statement of Financial Position as at 31 December (Unaudited)

	UNAUDITED At 31 Dec 2012 RM'000	AUDITED At 31 Mar 2012 RM'000	AUDITED At 1 Apr 2011 RM'000
Non current assets			
Property, plant and equipment	96,346	99,614	90,578
Deferred tax assets	3,996	4,061	3,836
Current assets			
Inventories	50,495	46,183	51,629
Receivables, deposits and prepayments	37,020	36,397	35,808
Deposits, cash and bank balances	24,616	36,807	51,365
Tax recoverable	1,564	795	449
	<u>113,695</u>	<u>120,182</u>	<u>139,251</u>
Less: Current liabilities			
Trade and other payables	17,805	18,134	22,388
Current tax liabilities	0	0	758
	<u>17,805</u>	<u>18,134</u>	<u>23,146</u>
Net current assets	<u>95,890</u>	<u>102,048</u>	<u>116,105</u>
Less: Non current liabilities			
Provision for retirement benefits	6,987	6,346	5,707
Deferred tax liabilities	12,134	12,825	12,508
	<u>19,121</u>	<u>19,171</u>	<u>18,215</u>
	<u>177,111</u>	<u>186,552</u>	<u>192,304</u>
Capital and reserves			
Share capital	134,331	134,331	134,331
Reserves	42,780	52,221	57,973
	<u>177,111</u>	<u>186,552</u>	<u>192,304</u>
Minority interest	0	0	
Total equity	<u>177,111</u>	<u>186,552</u>	<u>192,304</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the period ended 31 March 2012)

ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)
Condensed Consolidated Statement of Changes In Equity (Unaudited) For the Quarter Ended 31 December 2012

	Share capital RM'000	Share premium RM'000	<u>Non-distributable</u> Revaluation and other reserves RM'000	Revenue reserve RM'000	Total RM'000
Balance as at 1 April 2012	134,331	4,112	2,138	45,971	186,552
Total Comprehensive Income for the Year				(4,482)	(4,482)
Dividends				(4,959)	(4,959)
Balance as at 31 December 2012	134,331	4,112	2,138	36,530	177,111
Balance as at 1 April 2011	134,331	4,112	2,138	51,723	192,304
Total Comprehensive Income for the Year				1,613	1,613
Dividends				(7,439)	(7,439)
Balance as at 31 December 2011	134,331	4,112	2,138	45,897	186,478

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 March 2012)

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

	9 months ended 31 Dec 2012 RM'000	9 months ended 31 Dec 2011 RM'000
Operating activities		
Cash from operations	(475)	15,068
Payment of retirement benefits	(250)	(273)
Refund of tax	92	349
Tax paid	(960)	(2,246)
Net cash flow from operating activities	<u>(1,593)</u>	<u>12,897</u>
Investing activities		
Purchase of fixed assets	(6,300)	(18,471)
Proceeds from sale of fixed assets	92	176
Interest income received	569	569
Net cash flow from investing activities	<u>(5,639)</u>	<u>(17,727)</u>
Financing activities		
Payment of dividends to:		
- shareholders	(4,959)	(7,439)
Net cash outflow from financing activities	<u>(4,959)</u>	<u>(7,439)</u>
Changes in Cash & Cash Equivalents	(12,191)	(12,270)
Cash & Cash Equivalents at beginning of year	36,807	51,365
Cash & Cash Equivalents at end of period	<u>24,616</u>	<u>39,095</u>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the period ended 31 March 2012)

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

PART A: EXPLANATORY NOTES PURSUANT TO FRS 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 (FRS) 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 2012. 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 2012.

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 2012 except for the adoption of the new IFRS-compliant framework, Malaysian Financial Reporting Standards ("MFRS"). In adopting the new framework, the Group is applying MFRS 1 "First-time adoption of MFRS" where the following standards, amendments to published standards and interpretations to existing standards are applicable:

- MFRS 139 "Financial Instruments: Recognition and Measurement"
- The revised MFRS 124 "Related Party Disclosures"
- Amendment to MFRS 112 "Income Taxes"
- Amendments to IC Interpretation 14 "MFRS 119 - The Limit on a Defined Benefit Assets, Minimum Funding Requirements and their Interaction"
- Amendment to MFRS 1 "First Time Adoption on Fixed Dates and Hyperinflation"
- Amendment to MFRS 7 "Financial instruments: Disclosures on Transfers of Financial Assets"

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 31 December 2012.

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 31 December 2012	31,064	36,200	2,434	69,698
9 months Ended 31 December 2012	97,029	106,968	7,319	211,316
Total Assets				
As at 31 December 2012	214,037			214,037

*Revenue in the Malaysia segment includes sales to customers in the Licensed Manufacturing Warehouse and Free Trade Zone areas amounting to RM5.281 million for current quarter and RM17.751 million for 9 months ended 31st December 2012.

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 recorded an increase in revenue by 12.7% at RM69.7 million for the current quarter under review as compared to the corresponding quarter in the preceding year of RM61.8 million on the back of an increased shipment volume.

The Group's result attributable to equity holders of the Company for the current quarter was a loss of RM3.152 million as compared to the loss of RM807K in corresponding quarter of the preceding year. This was mainly due to the unexpected significant increase in metal premium which was not passed through to selected specialty product customers coupled with the increased usage of imported re-roll coils for compensating capacity constraints arising from the unexpected outage on one of the caster lines.

Cash reserves at the end of the quarter under review stood at RM24.6 million as compared to RM39.1 million at the same corresponding quarter of last 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 RM3.996 million for the current quarter under review as compared to a pre-tax loss of RM2.612 million registered in the preceding quarter due mainly to the sudden surge in metal premium which was not able to be passed through to selected specialty products' customers coupled with increased usage of imported re-roll coils to compensate for capacity shortfall to meet customers' orders as the current quarter was the period of the planned annual shutdown maintenance.

B3. Commentary on Prospects

The difficult global economic situation resulting from the Euro zone crisis continues to persist. However, orders from both the Domestic and Export customers have begun to increase in Q4 which is the beginning of the peak season namely for the coated fin products. Against this background, barring unforeseen circumstances, the Group is optimistic in its efforts to return to profitability in the 4th quarter ending 31 March 2013 by increasing its production capacity so as to reduce reliance on imported reroll coils and continuing with initiatives to operate more efficiently.

B4. Variance of actual profit from forecast profit

Not applicable.

B5. Taxation

	Quarter (Oct-Dec) ended		9 months (Apr-Dec) ended	
	31 Dec 2012	31 Dec 2011	31 Dec 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
In respect of current period				
- income tax	(208)	(478)	-	760
-deferred tax	(735)	166	(626)	(290)
In respect of prior period				
- income tax	99	(44)	99	(44)
- deferred tax	0	0	0	0
	(844)	(356)	(527)	426

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 31 December 2012, the ALCOM Group had no bank borrowings outstanding.

B10. Derivative Financial Instruments

As at 31 December 2012, 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	29.36	29.35	0.01
(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 31 Dec	Quarter ended 31 Dec	9 months ended 31 Dec	9 months ended 31 Dec
	2012 RM'000	2011 RM'000	2012 RM'000	2011 RM'000
(a) Basic earnings per share				
Net profit/(loss) for the period (RM,000)	(3,152)	(807)	(4,482)	1,613
Weighted average number of ordinary shares in issues ('000)	132,252	132,252	132,252	132,252
Basic earnings/(loss) per share (sen)	(2.38)	(0.61)	(3.39)	1.22

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 31 December 2012:

	<u>Group</u>	<u>Company</u>
	RM'000	RM'000
- Realised	43,448	24,428
- Unrealised	<u>4,017</u>	<u>3,359</u>
Total Retained Profits as per consolidated accounts	47,465	27,787
Less: Consolidation adjustments	<u>(10,935)</u>	<u>-</u>
Total Retained Profits as per Financial Statements:	<u>36,530</u>	<u>27,787</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 21 February 2013.

**BY ORDER OF THE BOARD
BERNARD GOMEZ
CHIEF FINANCIAL OFFICER
BUKIT RAJA, KLANG
21 FEBRUARY 2013**