

ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)

Condensed Consolidated Statement of Comprehensive Income (Unaudited) for the Quarter ended 30 Sep 2011

| | | Quarter ended 30 Sep 2011 RM'000 | Quarter ended 30 Sep 2010 RM'000 | 6 months ended 30 Sep 2011 RM'000 | 6 months ended 30 Sep 2010 RM'000 |
|--|----|---|---|--|--|
| Revenue | | 68,058 | 70,814 | 145,645 | 145,008 |
| Expenses excluding finance cost and tax | | (68,492) | (70,088) | (142,622) | (142,409) |
| Loss on divestment | | 0 | 0 | 0 | 0 |
| Other operating income | | 91 | 284 | 362 | 534 |
| Profit from operations | | (343) | 1,010 | 3,386 | 3,133 |
| Finance cost | | (84) | (98) | (184) | (189) |
| Profit/(loss) before tax | | (427) | 912 | 3,202 | 2,944 |
| Taxation | 10 | 346 | (172) | (782) | (675) |
| Net profit /(loss) for the period | | (81) | 740 | 2,420 | 2,269 |
| Attributable to: | | | | | |
| - Owners of the Company | | (81) | 740 | 2,420 | 2,269 |
| - Minority interest | | 0 | 0 | 0 | 0 |
| | | (81) | 740 | 2,420 | 2,269 |
| Basic earnings/(loss) per ordinary share (sen) | 11 | (0.06) | 0.56 | 1.83 | 1.72 |
| Diluted earnings/(loss) per ordinary share (sen) | 11 | 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 2011)

ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)
Condensed Consolidated Statement of Financial Position as at 30 Sept 2011 (Unaudited)

| | AS AT END OF CURRENT QUARTER 30 SEP 2011 RM'000 | AS AT PRECEDING FINANCIAL YEAR END 31 MAR 2011 RM'000 |
|---------------------------------------|---|---|
| Note | | |
| Non current assets | | |
| Property, plant and equipment | 13 | 98,144 |
| Deferred tax assets | | 3,986 |
| | | 90,578 |
| | | 3,836 |
| Current assets | | |
| Inventories | | 51,770 |
| Receivables, deposits and prepayments | | 24,176 |
| Deposits, cash and bank balances | | 44,946 |
| Tax recoverable | | 0 |
| | | 120,892 |
| | | 138,802 |
| Less: Current liabilities | | |
| Trade and other payables | | 16,488 |
| Current tax liabilities | | 836 |
| | | 17,324 |
| | | 22,388 |
| | | 309 |
| | | 22,697 |
| Net current assets | | 103,568 |
| | | 116,105 |
| Less: Non current liabilities | | |
| Provision for retirement benefits | | 6,211 |
| Deferred tax liabilities | | 12,202 |
| | | 18,027 |
| | | 5,707 |
| | | 12,508 |
| | | 18,215 |
| | | 187,285 |
| | | 192,304 |
| Capital and reserves | | |
| Share capital | | 134,331 |
| Reserves | | 52,954 |
| | | 187,285 |
| | | 192,304 |
| Minority interest | | 0 |
| | | 0 |
| Total equity | | 187,285 |
| | | 192,304 |
| | 0 | 0 |

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the period ended 31 March 2011)

ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)

Condensed Consolidated Statement of Changes In Equity (Unaudited) For the Quarter Ended 30 Sep 2011

| Note | Share capital RM'000 | Share premium RM'000 | Non-distributable | | Revenue reserve RM'000 | Total RM'000 |
|---|-------------------------|-------------------------|--|--|---------------------------|-----------------|
| | | | Revaluation and other reserves RM'000 | | | |
| Balance as at 1 April 2011 | 134,331 | 4,112 | 2,138 | | 51,723 | 192,304 |
| Total Comprehensive Income for the Year | | | | | 2,420 | 2,420 |
| Dividends | | | | | (7,439) | (7,439) |
| Balance as at 30 Sep 2011 | 134,331 | 4,112 | 2,138 | | 46,704 | 187,285 |
| Balance as at 1 April 2010 | 134,331 | 4,112 | 2,138 | | 53,007 | 193,588 |
| Effects of applying FRS 139 | | | | | 5 | 5 |
| - as restated | 134,331 | 4,112 | 2,138 | | 53,012 | 193,593 |
| Total Comprehensive Income for the Year | | | | | 2,269 | 2,269 |
| Dividends | | | | | (7,439) | (7,439) |
| Balance as at 30 Sep 2010 | 134,331 | 4,112 | 2,138 | | 47,842 | 188,423 |

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 March 2011)

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

| | 6 months ended 30 Sep 2011 RM'000 | 6 months ended 30 Sep 2010 RM'000 |
|---|--|--|
| Operating activities | | |
| Cash from operations | 14,540 | 20,303 |
| Payment of retirement benefits | (273) | (675) |
| Refund of tax | 349 | 3,209 |
| Tax paid | (1,060) | (486) |
| Net cash flow from operating activities | <u>13,556</u> | <u>22,351</u> |
| Investing activities | | |
| Purchase of fixed assets | (13,053) | (3,445) |
| Proceeds from sale of fixed assets | 121 | 122 |
| Interest income received | 396 | 470 |
| Net cash flow from investing activities | <u>(12,536)</u> | <u>(2,853)</u> |
| Financing activities | | |
| Payment of dividends to: | | |
| - shareholders | (7,439) | (7,439) |
| Net cash outflow from financing activities | <u>(7,439)</u> | <u>(7,439)</u> |
| Changes in Cash & Cash Equivalents | (6,419) | 12,059 |
| Cash & Cash Equivalents at beginning of year | 51,365 | 42,568 |
| Cash & Cash Equivalents at end of period | <u>44,946</u> | <u>54,627</u> |

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the period ended 31 March 2011)

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 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 2011. 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 2011.

The accounting policies and methods of computation adopted by the Group are consistent with those adopted in the financial statements for the year ended 31 March 2011 except as disclosed below.

A2. 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.

A3. 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.

A4. Material changes in estimates

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

A5. 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.

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

A6. Dividends paid

An interim dividend of 7.5% less 25% income tax in respect of the financial year ending 31 March 2012 was paid on 8 August 2011. The net dividend paid was approximately RM7.4 million.

A7. Segmental report

The ALCOM Group is solely involved in the manufacturing of aluminium products and operates within Malaysia.

A8. 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.

A9. 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.

A10. Changes in the composition of the Group

Not applicable.

A11. 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

Group revenue of RM68.1 million for the quarter was 3.9% lower than the corresponding quarter of the preceding year. The decline in revenue was on the back of 8% decline in shipments due to the global softening demand especially in the western economies.

A small net loss attributable to shareholders of RM 81K was registered for the quarter ending 30th September 2011 as compared to a profit of RM 740 K in the corresponding quarter for the preceding year. This was attributable mainly to the lower shipments due to economic uncertainty leading to softer market demand, weaker sales mix as well as higher energy costs.

Cash reserves at the end of the quarter under review stood at RM44.9 million as compared to RM54.6 million at the end of corresponding quarter in the preceding year.

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

The Group registered a pre-tax loss of RM 0.43 million for the quarter ended 30 Sept 2011 as compared to the profit before tax of RM 3.63 million registered in the preceding quarter. This loss was the consequence of weak demand from the western economies and the uncertain global economic conditions which led to lower shipment volumes coupled with higher input costs namely from electricity and natural gas.

B3. Commentary on Prospects.

Continued weakness in global economic conditions has led to global growth forecasts being revised downwards. The operating environment remains uncertain with Euro-zone financial crisis and the flooding experience in Thailand where some of Alcom's key customers are located. Return to normalcy is expected within the next 3 to 6 months. Alcom has intensified seeking business opportunities in other regions to minimize the Thailand flood impact. With the recent sharp increase in energy cost Alcom has also intensified monitoring and optimizing of its use power.

B4. Variance of actual profit from forecast profit

Not applicable.

B5. Taxation

| | Quarter (Jul-Sep) ended | | 6 months (Apr-Sep) ended | |
|-------------------------------------|-------------------------|-------------|--------------------------|-------------|
| | 30 Sep 2011 | 30 Sep 2010 | 30 Sep 2011 | 30 Sep 2010 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| In respect of current period | | | | |
| - income tax | 215 | 367 | 1,238 | 1,062 |
| -deferred tax | (561) | (195) | (456) | (387) |
| In respect of prior period | | | | |
| - income tax | 0 | 0 | 0 | 0 |
| - deferred tax | 0 | 0 | 0 | 0 |
| | (346) | 172 | 782 | 675 |

The effective tax rate of the Group for the current quarter and financial year to date is above the statutory tax rate mainly due to non-deductible expenses and losses of the subsidiary company.

B6. Unquoted Investments

There were no profits or losses on sale of unquoted investments and/or properties for the current quarter and current 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 ended 30 Sept 2011, the ALCOM Group had no bank borrowings outstanding.

B10. Derivative Financial Instruments

As at 30 Sep 2011, 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 |
|--|--|-------------------------------|---------------------------------|
| (I) Less than 1 year | | | |
| - Payables | - | - | - |
| - Receivables | 22.65 | 24.27 | (1.62) |
| (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

There was no approved dividend not yet paid.

B13. Earnings per Share

| | | Quarter ended 30 Sep 2011 RM'000 | Quarter ended 30 Sep 2010 RM'000 | 6 months ended 30 Sep 2011 RM'000 | 6 months ended 30 Sep 2010 RM'000 |
|--|-----------|-------------------------------------|-------------------------------------|--------------------------------------|--------------------------------------|
| (a) Basic earnings per share | | | | | |
| Net profit/(loss) for the period | (RM,000) | (81) | 740 | 2,420 | 2,269 |
| Weighted average number of ordinary shares in issues | ('000) | 132,252 | 132,252 | 132,252 | 132,252 |
| Basic earnings/(loss) per share | (sen) | (0.06) | 0.56 | 1.83 | 1.72 |

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 September 2011:

| | <u>Group</u> RM'000 | <u>Company</u> RM'000 |
|---|------------------------|--------------------------|
| - Realised | 53,700 | 33,332 |
| - Unrealised | <u>3,620</u> | <u>3,133</u> |
| Total Retained Profits as per consolidated accounts | 57,320 | 36,455 |
| Less: Consolidation adjustments | <u>(10,616)</u> | <u>-</u> |
| Total Retained Profits as per Financial Statements: | <u>46,704</u> | <u>36,455</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 30 November 2011.

**BY ORDER OF THE BOARD
BERNARD GOMEZ
CHIEF FINANCIAL OFFICER
BUKIT RAJA, KLANG
30 NOVEMBER 2011**