

## ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)

## Condensed Consolidated Statement of Comprehensive Income (Unaudited) for the Quarter ended 31 Dec 2011

	Quarter ended 31 Dec 2011 RM'000	Quarter ended 31 Dec 2010 RM'000	9 months ended 31 Dec 2011 RM'000	9 months ended 31 Dec 2010 RM'000
Revenue	61,829	69,956	207,474	214,964
Expenses excluding finance cost and tax	(63,127)	(69,615)	(205,749)	(212,024)
Loss on divestment	0	0		0
Other operating income	190	248	552	782
Profit from operations	(1,108)	589	2,277	3,722
Finance cost	(54)	(90)	(239)	(279)
Profit/(loss) before tax	(1,163)	499	2,039	3,443
Taxation	356	(54)	(426)	(729)
Net profit /(loss) for the period	(807)	445	1,613	2,714
Attributable to:				
- Owners of the Company	(807)	445	1,613	2,714
- Minority interest	0	0	0	0
	(807)	445	1,613	2,714
Basic earnings/(loss) per ordinary share (sen)	(0.61)	0.34	1.22	2.05
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 2011 )

**ALUMINIUM COMPANY OF MALAYSIA BERHAD (3859-U)****Condensed Consolidated Statement of Financial Position as at 31 Dec 2011 (Unaudited)**

	<b>AS AT END OF CURRENT QUARTER 31 DEC 2011 RM'000</b>	<b>AS AT PRECEDING FINANCIAL YEAR END 31 MAR 2011 RM'000</b>
<b>Non current assets</b>		
Property, plant and equipment	100,765	90,578
Deferred tax assets	3,886	3,836
<b>Current assets</b>		
Inventories	48,405	51,629
Receivables, deposits and prepayments	29,570	35,808
Deposits, cash and bank balances	39,095	51,365
Tax recoverable	872	0
	<b>117,942</b>	<b>138,802</b>
<b>Less: Current liabilities</b>		
Trade and other payables	17,308	22,388
Current tax liabilities	0	309
	<b>17,308</b>	<b>22,697</b>
<b>Net current assets</b>	<b>100,633</b>	<b>116,105</b>
<b>Less: Non current liabilities</b>		
Provision for retirement benefits	6,538	5,707
Deferred tax liabilities	12,269	12,508
	<b>18,807</b>	<b>18,215</b>
	<b>186,478</b>	<b>192,304</b>
<b>Capital and reserves</b>		
Share capital	134,331	134,331
Reserves	52,147	57,973
	<b>186,478</b>	<b>192,304</b>
Minority interest	0	0
<b>Total equity</b>	<b>186,478</b>	<b>192,304</b>
	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 31 Dec 2011**

	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
<b>Balance as at 1 April 2011</b>	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)
<b>Balance as at 31 Dec 2011</b>	134,331	4,112	2,138	45,897	186,478
<b>Balance as at 1 April 2010</b>	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				2,714	2,714
Dividends				(7,439)	(7,439)
<b>Balance as at 31 Dec 2010</b>	134,331	4,112	2,138	48,287	188,868

(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)**

	<b>9 months ended 31 Dec 2011 RM'000</b>	<b>9 months ended 31 Dec 2010 RM'000</b>
<b>Operating activities</b>		
Cash from operations	15,068	11,170
Payment of retirement benefits	(273)	(765)
Refund of tax	349	3,209
Tax paid	(2,246)	(1,495)
Net cash flow from operating activities	<u>12,897</u>	<u>12,119</u>
<b>Investing activities</b>		
Purchase of fixed assets	(18,471)	(8,411)
Proceeds from sale of fixed assets	176	122
Interest income received	569	696
Net cash flow from investing activities	<u>(17,727)</u>	<u>(7,593)</u>
<b>Financing activities</b>		
Payment of dividends to:		
- shareholders	(7,439)	(7,439)
- minority interests in subsidiary company	0	0
Net cash outflow from financing activities	<u>(7,439)</u>	<u>(7,439)</u>
<b>Changes in Cash &amp; Cash Equivalents</b>	<b>(12,270)</b>	<b>(2,913)</b>
<b>Cash &amp; Cash Equivalents at beginning of year</b>	<b>51,365</b>	<b>42,568</b>
<b>Cash &amp; Cash Equivalents at end of period</b>	<b><u>39,095</u></b>	<b><u>39,655</u></b>

(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. 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**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group; for the quarter ending 31 Dec 2011.

**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.

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 financial quarter ending 31 Dec 2011.

## 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
<b>Revenue</b>	RM'000	RM'000	RM'000	RM'000
Qter Ended 31 Dec 2011	34,378	23,172	4,279	61,829
9 mths Ended 31 Dec 2011	108,896	77,600	20,978	207,474
<hr/>				
<b>Total Assets</b>				
As at 31 Dec 2011	217,834			217,834

\*Revenue in the Malaysia segment includes sales to customers in the Licensed Manufacturing Warehouse and Free Trade Zone areas amounting to RM8,843,000 for quarter ended 31<sup>st</sup> Dec 2011 and RM34,130,000 for the 9 months ended 31<sup>st</sup> Dec 2011.

## 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 a revenue of RM61.8 million for the quarter ending 31 Dec 2011 which was 11.6% lower than the corresponding quarter of the preceding year. The decline in revenue was on the back of 12.3% decline in shipments affected mainly by the floods in Thailand as well as the global softening resulting from uncertainty in the western economies.

The Group registered a net loss of RM807 K after tax for the quarter ending 31 December 2011 as compared to a profit of RM 445 K in the corresponding quarter for the preceding year resulting mainly from the decline in shipments.

Cash reserves at the end of the quarter under review stood at RM39.1 million as compared to RM39.7 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 1.2 million for the quarter ending 31 Dec 2011 as compared to the profit before tax of RM 0.5 million registered in the preceding quarter. This loss was the consequence of a decline in shipments to customers impacted in the pro-longed floods situations in Thailand as well as the global softening demand resulting from the uncertainty in the Western economies.

## B3. Commentary on Prospects

The weak global economic situation has not changed since the last quarter: the Euro-zone financial crisis continues to drive global growth forecasts downwards. But Thailand customers are slowly recovering from the floods and resumption of orders are anticipated within the next two months. The domestic situation is also expected to improve with the implementation (effective November 2011) of the Mandatory Quality Standards on Aluminum Rolled Product discouraging the import of low quality cheaper imports. With the Government's decision to defer its proposed energy rate hike from the intended effective date of December 2011, ALCOM is optimistic in its efforts to improve its financial position for the quarter ending 31 March 2011.

## B4. Variance of actual profit from forecast profit

Not applicable.

## B5. Taxation

	Quarter (Oct-Dec) ended		9 months (Apr-Dec) ended	
	31 Dec 2011	31 Dec 2010	31 Dec 2011	31 Dec 2010
	RM'000	RM'000	RM'000	RM'000
<b>In respect of current period</b>				
- income tax	(478)	486	760	1,542
-deferred tax	166	(101)	(290)	(482)
<b>In respect of prior period</b>				
- income tax	(44)	(331)	(44)	(331)
- deferred tax	0	0	0	0
	(356)	54	426	729

The effective tax rate of the Group for the current quarter was below the statutory rate as result of the losses in the subsidiary company.

## 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 ended 31 Dec 2011, the ALCOM Group had no bank borrowings outstanding.

## B10. Derivative Financial Instruments

As at 31 Dec 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 (RM million)
(I) Less than 1 year	-	-	-
- Payables	-	-	-
- Receivables	16.66	15.98	0.68
(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 31 Dec	Quarter ended 31 Dec	9 months ended 31 Dec	9 months ended 31 Dec
	2011 RM'000	2010 RM'000	2011 RM'000	2010 RM'000
<b>(a) Basic earnings per share</b>				
Net profit/(loss) for the period (RM,000 )	(807)	445	1,613	2,714
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)	0.34	1.22	2.05

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 2011:

	<u>Group</u>	<u>Company</u>
	RM'000	RM'000
- Realised	52,535	32,571
- Unrealised	<u>4,011</u>	<u>3,200</u>
Total Retained Profits as per consolidated accounts	56,546	35,771
Less: Consolidation adjustments	(10,649)	-
Total Retained Profits as per Financial Statements:	<u>45,897</u>	<u>35,771</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 23 February 2012.

**BY ORDER OF THE BOARD  
BERNARD GOMEZ  
CHIEF FINANCIAL OFFICER  
BUKIT RAJA, KLANG  
23 FEBRUARY 2012**