



## Financial Results

### Form Version 8 (Enhanced)

Initiated by UNISEM on 26/07/2010 11:55:11 AM  
 Submitted by UNISEM on 30/07/2010 05:52:38 PM  
 Reference No UU-100726-42911

**Submitted**

#### Company Information

Main Market Company

New Announcement

**Submitting Investment Bank/Advisor (if applicable)**

**Submitting Secretarial Firm (if applicable)**

\* **Company name** UNISEM (M) BERHAD  
 \* **Stock name** UNISEM  
 \* **Stock code** 5005  
 \* **Contact person** CHIN HOCK YEE  
 \* **Designation** Company Secretary  
 \* **Contact number** 03 2072 3760

E-mail address

#### Part A : To be filled by Public Listed Company

\* **Financial Year End** 31/12/2010  
 \* **Quarter** 2 Qtr  
 \* **Quarterly report for the financial period ended** 30/06/2010  
 \* **The figures** have not been audited

#### Please attach the full Quarterly Report here

[Announcement of Q2 2010 results.pdf](#)

#### Remarks

- DEFAULT CURRENCY
- OTHER CURRENCY

**Currency** Malaysian Ringgit (MYR)

#### Part A2 : SUMMARY OF KEY FINANCIAL INFORMATION

Summary of Key Financial Information for the financial period ended  
 \* 30/06/2010

INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
CURRENT YEAR QUARTER *	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE *	PRECEDING YEAR CORRESPONDING PERIOD
30/06/2010	30/06/2009	30/06/2010	30/06/2009

	[dd/mm/yyyy] \$\$'000	[dd/mm/yyyy] \$\$'000	[dd/mm/yyyy] \$\$'000	[dd/mm/yyyy] \$\$'000
1. Revenue	359,504	255,278	688,756	435,960
2. Profit/(loss) before tax	53,084	22,751	98,884	-3,667
3. Profit/(loss) for the period	48,016	23,746	89,343	320
4. Profit/(loss) attributable to ordinary equity holders of the parent	48,050	23,985	89,676	895
5. Basic earnings/(loss) per share (Subunit)	9.27	5.09	17.29	0.19
6. Proposed/Declared dividend per share (Subunit)	0.00	0.00	0.00	0.00
	<b>AS AT END OF CURRENT QUARTER*</b>		<b>AS AT PRECEDING FINANCIAL YEAR END</b>	
7. Net assets per share attributable to ordinary equity holders of the parent (\$\$)		1.9400		1.8320
<b>Remarks :</b>				

**Definition of Subunit:**

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit. Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

**Part A3 : ADDITIONAL INFORMATION**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER*	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE*	PRECEDING YEAR CORRESPONDING PERIOD
	30/06/2010 [dd/mm/yyyy] \$\$'000	30/06/2009 [dd/mm/yyyy] \$\$'000	30/06/2010 [dd/mm/yyyy] \$\$'000	30/06/2009 [dd/mm/yyyy] \$\$'000
1. Gross interest income	17	416	31	779
2. Gross interest expense	3,825	5,040	7,559	11,597
<b>Remarks :</b>				

Note: The above information is for the Exchange internal use only.



UNISEM (M) BERHAD (Company No. 183314-V)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND FINANCIAL QUARTER ENDED 30 JUNE 2010

**CONDENSED CONSOLIDATED INCOME STATEMENTS**

	<b>Current Quarter Ended 30/6/2010 RM'000</b>	<b>Corresponding Quarter Ended 30/6/2009 RM'000</b>	<b>Current Year to date Ended 30/6/2010 RM'000</b>	<b>Corresponding Year to date Ended 30/6/2009 RM'000</b>
Revenue	359,504	255,278	688,756	435,960
Operating expenses	(308,533)	(233,827)	(592,967)	(428,512)
Other operating income	5,938	6,340	10,654	482
Finance costs	(3,825)	(5,040)	(7,559)	(11,597)
Profit/(Loss) before taxation	53,084	22,751	98,884	(3,667)
Taxation	(5,068)	995	(9,541)	3,987
<b>Profit for the period</b>	<b>48,016</b>	<b>23,746</b>	<b>89,343</b>	<b>320</b>
<b>Profit attributable to:</b>				
Equity holders of the Company	48,050	23,985	89,676	895
Minority Interest	(34)	(239)	(333)	(575)
	48,016	23,746	89,343	320
Earnings per share (sen) - Basic	9.27	5.09	17.29	0.19

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31<sup>st</sup> December 2009)



UNISEM (M) BERHAD (Company No. 183314-V)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND FINANCIAL QUARTER ENDED 30 JUNE 2010

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	<b>Current Quarter Ended 30/6/2010 RM'000</b>	<b>Corresponding Quarter Ended 30/6/2009 RM'000</b>	<b>Current Year to date Ended 30/6/2010 RM'000</b>	<b>Corresponding Year to date Ended 30/6/2009 RM'000</b>
Profit for the period	48,016	23,746	89,343	320
<i>Other comprehensive income/(loss)</i>				
Currency translation differences arising from consolidation	(2,702)	(8,555)	(33,647)	14,190
<b>Total Comprehensive Income for the period</b>	<b>45,314</b>	<b>15,191</b>	<b>55,696</b>	<b>14,510</b>
<b>Total Comprehensive Income attributable to:</b>				
Equity holders of the Company	45,348	15,430	56,029	15,085
Minority Interest	(34)	(239)	(333)	(575)
	<b>45,314</b>	<b>15,191</b>	<b>55,696</b>	<b>14,510</b>

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual  
Financial Report for the year ended 31<sup>st</sup> December 2009)



UNISEM (M) BERHAD (Company No. 183314-V)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND FINANCIAL QUARTER ENDED 30 JUNE 2010

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>As at end of Current Quarter 30/6/2010 RM'000</b>	<b>As at Preceding Financial Year End 31/12/2009 RM'000</b>
<b>Assets</b>		
<i>Non-Current Assets</i>		
Property, Plant and Equipment	1,156,648	1,118,215
Prepaid Interest in Leased Land	20,091	20,819
Goodwill	68,173	71,831
Intangible Assets	19,864	21,428
Deferred Tax Assets	9,038	9,056
Total Non-current Assets	1,273,814	1,241,349
<i>Current Assets</i>		
Inventories	147,190	126,829
Trade and Other Receivables	227,026	186,492
Cash and Bank Balances	74,460	65,147
Total Current Assets	448,676	378,468
<b>Total Assets</b>	<b>1,722,490</b>	<b>1,619,817</b>

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31<sup>st</sup> December 2009)



UNISEM (M) BERHAD (Company No. 183314-V)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND FINANCIAL QUARTER ENDED 30 JUNE 2010

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION- CONTINUED

	As at end of Current Quarter 30/6/2010 RM'000	As at Preceding Financial Year End 31/12/2009 RM'000
<b>Equity and Liabilities</b>		
<i>Capital and Reserves</i>		
Share Capital	259,293	259,293
Reserves	746,764	690,735
Equity Attributable To Equity Holders of the Company	1,006,057	950,028
Minority Interest	11,199	11,532
<b>Total Equity</b>	<b>1,017,256</b>	<b>961,560</b>
<i>Non-Current Liabilities</i>		
Long Term Bank Borrowings	156,429	126,562
Retirement Benefits and Obligations	15,334	15,723
Finance Lease	1,408	1,938
Deferred Income	8,049	8,789
Deferred Tax Liabilities	5,813	4,130
	187,033	157,142
<i>Current Liabilities</i>		
Trade and Other Payables	254,498	230,492
Short Term Bank Borrowings	257,275	269,947
Finance Lease	659	659
Current Tax Payable	5,769	17
	518,201	501,115
<b>Total Liabilities</b>	<b>705,234</b>	<b>658,257</b>
<b>Total Equity and Liabilities</b>	<b>1,722,490</b>	<b>1,619,817</b>
Net Assets per ordinary share attributable to equity holders of the Company (RM)	1.9400	1.8320

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31<sup>st</sup> December 2009)



UNISEM (M) BERHAD (Company No. 183314-V)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND FINANCIAL QUARTER ENDED 30 JUNE 2010

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>Current Year To Date Ended 30/6/2010  RM'000</b>	<b>Corresponding Year To Date Ended 30/6/2009  RM'000</b>
<b>Operating Activities</b>		
Profit For The Period	89,343	320
Adjustments for non-cash flow items:		
Depreciation and amortisation expenses (net of amortization income)	76,437	85,421
Finance cost (net of interest income)	7,672	10,901
Others	9,734	(3,469)
Operating Profit Before Changes In Working Capital	183,186	93,173
Net change in current assets	(72,999)	(26,106)
Tax paid	(869)	(2,102)
Net change in current liabilities	(41,625)	(14,522)
Net Cash Flows From Operating Activities	67,693	50,443
<b>Investing Activities</b>		
Additions to property, plant and equipment	(71,033)	(5,373)
Others	294	1,661
Net Cash Flows Used In Investing Activities	(70,739)	(3,712)
<b>Financing Activities</b>		
Proceeds from bank borrowings	59,359	24,212
Repayment of bank borrowings	(66,304)	(89,450)
Others	(8,545)	(13,202)
Net Cash Flows Used In Financing Activities	(15,490)	(78,440)
Net Change in Cash & Cash Equivalents	(18,536)	(31,709)
Cash And Cash Equivalents At Beginning Of Period	53,916	72,920
Effect of exchange rate differences	(3,234)	4,785
	50,682	77,705
Cash And Cash Equivalents At End Of Period	32,146	45,996
<b>Cash and Cash Equivalents comprise the following :</b>		
	<b>RM'000</b>	<b>RM'000</b>
Cash and Bank Balances	74,460	91,048
Bank Overdrafts	(42,314)	(45,052)
	32,146	45,996

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 31<sup>st</sup> December 2009)



UNISEM (M) BERHAD (Company No. 183314-V)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND FINANCIAL QUARTER ENDED 30 JUNE 2010

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	← Attributable to Equity Holders of the Company →					Minority Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium & Capital Reserves RM'000	Foreign Currency Exchange Reserve RM'000	Retained Earnings RM'000	Subtotal RM'000		
<b>Current Year To Date Ended 30 June 2010</b>							
At 1 January 2010	259,293	212,042	9,266	469,427	950,028	11,532	961,560
Total comprehensive income for the period	-	-	(33,647)	89,676	56,029	(333)	55,696
<b>At 30 June 2010</b>	<b>259,293</b>	<b>212,042</b>	<b>(24,381)</b>	<b>559,103</b>	<b>1,006,057</b>	<b>11,199</b>	<b>1,017,256</b>

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31<sup>st</sup> December 2009)



UNISEM (M) BERHAD (Company No. 183314-V)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND FINANCIAL QUARTER ENDED 30 JUNE 2010

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY – CONTINUED**

	← Attributable to Equity Holders of the Company →						Total Equity RM'000
	Share Capital RM'000	Share Premium & Capital Reserves RM'000	Foreign Currency Exchange Reserve RM'000	Retained Earnings RM'000	Subtotal RM'000	Minority Interest RM'000	
<b>Corresponding Year To Date Ended 30 June 2009</b>							
At 1 January 2009	235,721	162,178	12,351	425,984	836,234	12,608	848,842
Total comprehensive income for the period	-	-	14,190	895	15,085	(575)	14,510
<b>At 30 June 2009</b>	<b>235,721</b>	<b>162,178</b>	<b>26,541</b>	<b>426,879</b>	<b>851,319</b>	<b>12,033</b>	<b>863,352</b>

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31<sup>st</sup> December 2009)



UNISEM (M) BERHAD (Company No. 183314-V)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND FINANCIAL QUARTER ENDED 30 JUNE 2010

**A. EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD  
134, INTERIM FINANCIAL REPORTING AND BURSA LISTING REQUIREMENTS**

**A1. Accounting policies and basis of preparation**

The Quarterly Report has been prepared in accordance with the reporting requirements outlined in the *Financial Reporting Standards (FRS) 134 'Interim Financial Reporting'* issued by the Malaysian Accounting Standards Board (MASB) and *Paragraph 9.22 of the Listing Requirements of Bursa Securities Malaysia Berhad* and should be read in conjunction with the Group's annual audited financial statements for the year ended 31 December 2009.

The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the year ended 31 December 2009 except for the adoption of the following new FRS, Amendments to FRSs and Interpretations that are effective for financial statements effective from 1 January 2010:

FRS 4	Insurance Contracts
FRS 7	Financial Instruments: Disclosures
FRS 8	Operating Segments
FRS 101	Presentation of Financial Statements (Revised)
FRS 123	Borrowing Costs (Revised)
FRS 132	Financial Instruments: Presentation (Revised)
FRS 139	Financial Instruments: Recognition and Measurement
Amendment to FRS 1	First-time Adoption of Financial Reporting Standards
Amendment to FRS 2	Share-based Payment – Vesting conditions and Cancellations
Amendment to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendment to FRS 7	Financial Instruments: Disclosures
Amendment to FRS 8	Operating Segments
Amendment to FRS 107	Statement of Cash Flows
Amendment to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendment to FRS 110	Events after the Reporting Period
Amendment to FRS 116	Property, Plant and Equipment
Amendment to FRS 117	Leases
Amendment to FRS 118	Revenue
Amendment to FRS 119	Employee Benefits
Amendment to FRS 127	Consolidated and Separate Financial Statements
Amendment to FRS 128	Investments in Associates
Amendment to FRS 131	Interest in Joint Ventures
Amendment to FRS 132	Financial Instruments: Presentation
Amendment to FRS 134	Interim Financial Reporting
Amendment to FRS 136	Impairment of Assets
Amendment to FRS 138	Intangible assets
Amendment to FRS 140	Investment Property
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 - Group and Treasury Share Transactions
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and Their Interaction



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND FINANCIAL QUARTER ENDED 30 JUNE 2010

**A1. *Accounting policies and basis of preparation (continued)***

The adoption of the abovementioned FRS, Amendments to FRS and Interpretations will have no material impact on the financial statements of the Group except for the following:

*FRS 101: Presentation of Financial Statements*

Prior to the adoption of the revised FRS 101, the components of the financial statements presented consisted of a balance sheet, an income statement, a statement of changes in equity, a cash flow statement and notes to the financial statements. With the adoption of the revised FRS 101, the components of the financial statements presented will consist of a statement of financial position, a statement of comprehensive income, a statement of changes in equity, a statement of cash flows and notes to the financial statements.

The foreign currency gain or losses arising translation of foreign operations that were recognised directly in equity in the preceding year/corresponding period are presented as components in other comprehensive income in the statement of comprehensive income. The statement of comprehensive income for preceding year/corresponding period is presented separately and allocation is made to show the amount attributable to owners of the parent and to non-controlling interests.

The total comprehensive income is presented as a one-line item in the statement of changes in equity and the comparative information has been re-presented in order to conform with the revised standard. This standard only affects the presentation aspects and will not have any impact on the earnings per share.

*FRS 139, Financial Instruments: Recognition and Measurement*

Prior to the adoption of FRS 139, unrecognised foreign exchange gain/(loss) arising from currency forward contracts are only recognised on their settlement dates. With the adoption of FRS 139, such foreign currency forward contracts will be recognized at contract dates as financial assets or financial liabilities and the measurement of such contracts would be at fair value through profit and loss.

In accordance with the transitional provisions of this standard, the required changes are applied prospectively and the comparative information are not restated. This standard does not have any material impact on the financial position and results of the Group.

**A2. *Declaration of audit qualification***

The preceding annual financial statements of the Group were reported on without any qualification.

**A3. *Explanatory comment about the seasonality or cyclicity of operations***

There are no material seasonal or cyclical factors affecting the results of the quarter under review.

**A4. *Nature and amount of unusual items***

There are no extraordinary items for the current interim period.

**A5. *Nature and amount of changes in estimates of amounts reported in prior interim periods of the current financial year, which give a material effect in the current interim period***

There are no changes in the estimates of amounts, which give a material effect in the current interim period.



UNISEM (M) BERHAD (Company No. 183314-V)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND FINANCIAL QUARTER ENDED 30 JUNE 2010

**A6. Details of issue, cancellation, repurchase, resale and repayment of debt and equity securities**

There are no issue, cancellation, repurchases, resale and repayment of debt or equity securities for the current financial year to date.

**A7. Dividend Paid**

No dividend was paid in respect of the current financial year to date.

**A8. Segment revenue and segment result and segment assets employed for business segments or geographical segments**

<b>Quarter Ended 30 June 2010</b>	<b>Asia RM'000</b>	<b>Europe RM'000</b>	<b>USA RM'000</b>	<b>Consolidated RM'000</b>
Revenue	349,466	7,159	2,879	359,504
Segment results	54,909	2,088	(105)	56,892
Finance Costs	(3,806)	(19)	-	(3,825)
Interest Income	17	-	-	17
Profit before tax	51,120	2,069	(105)	53,084
<b>Year To Date Ended 30 June 2010</b>	<b>Asia RM'000</b>	<b>Europe RM'000</b>	<b>USA RM'000</b>	<b>Consolidated RM'000</b>
Revenue	667,071	16,073	5,612	688,756
Segment results	101,399	4,801	212	106,412
Finance Costs	(7,509)	(50)	-	(7,559)
Interest Income	31	-	-	31
Profit before tax	93,921	4,751	212	98,884
Segment assets	1,664,711	44,278	13,501	1,722,490
Segment liabilities	695,712	8,349	1,173	705,234

**A9. Valuations of property, plant and equipment brought forward without amendment from the previous annual financial statements**

There are no amendment to the valuations of property, plant and equipment brought forward.

**A10. Material events subsequent to the end of the period reported on that have not been reflected in the financial statement for the said period**

There are no material events subsequent to the end of the period reported on that have not been reflected in the financial statement for the said period.

**A11. Effect of changes in the composition of the Group**

There are no changes in the composition of the Group for the current financial year to date save and except for the dissolution of an indirect subsidiary, Atlantic (EBT) Trustees Limited incorporated in England and Wales, by Notice in the London Gazette on 27 April 2010. The principal activity of the company was to administer employee share option plan.

**A12. Changes in contingent liabilities or contingent assets**

There are no changes in contingent liabilities since the last annual balance sheet date.



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND FINANCIAL QUARTER ENDED 30 JUNE 2010

**B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B1. *Review of the performance of the Group, setting out material factors affecting the earnings and /or revenue of the Group for the current quarter and financial year to date***

The Group recorded revenue of RM359.504 million and net profit of RM48.016 million for the quarter ended 30 June 2010, representing improvements of 40.8% and 102.2% respectively over the corresponding quarter last year. The significant increase in revenue and net profit was attributable to improved sales volume due to strong demand for the products and services of the Group.

For the six months ended 30 June 2010, the Group recorded revenue of RM688.756 million which represents a corresponding increase of 58.0%. The increase in revenue was mainly due to improved sales volume. For the six months ended 30 June 2010, the Group recorded a net profit of RM89.343 million compared to the six months net profit of RM320,000 achieved a year ago. The significant increase in net profit was mainly due to the increase in overall group sales.

**B2. *Explanatory comment on any material change in the profit before taxation for the quarter reported on as compared with the immediate preceding quarter***

The Group achieved profit before taxation ("PBT") of RM53.084 million for the current quarter, this represents a sequential quarterly increase of 15.9% from RM45.800 million achieved in the preceding quarter ended 31 March 2010. The improvement in PBT was mainly due to the increase in overall group sales.

**B3. *Commentary on the prospects, including the factors that are likely to influence the Group's prospects for the remaining period to the end of the financial year or the next financial year if the reporting period is the last quarter***

The board of directors expects the demand for the products and services of the Group to improve further in the third quarter and the business of the Group for the financial year to remain strong for the remaining period to the end of the financial year.

**B4. *Where the audit report of the company's preceding annual financial statements was qualified, disclosure of the qualification and current status of the matter(s) giving rise to the qualification for the current quarter and financial year to date***

The company's preceding annual financial statements did not have any audit qualification.

**B5. *A statement of the board of directors' opinion as to whether the revenue or profit estimate, forecast, projection or internal targets in the remaining period to the end of the financial year and the forecast period which was previously announced or disclosed in a public document are likely to be achieved***

The Group did not announce or disclose any revenue or profit estimates in a public document for the current quarter and financial year to date.

**B6. (a) *Explanatory note for any variance of actual profit after tax and minority interest and the forecast profit after tax and minority interest (where the variance exceeds 10%)***

Not applicable.

**(b) *Explanatory note for any shortfall in the profit guarantee received by the Group (if any) and steps taken to recover the shortfall;***

Not applicable.



UNISEM (M) BERHAD (Company No. 183314-V)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND FINANCIAL QUARTER ENDED 30 JUNE 2010

**B7. Breakdown of tax charge and explanation on variance between effective and statutory tax rate for the current quarter and financial year to date**

	<b>Current Quarter Ended 30/6/2010 RM'000</b>	<b>Current Year To Date Ended 30/6/2010 RM'000</b>
Income tax payable	(3,453)	(7,573)
Deferred tax expense	(1,615)	(1,968)
Total	<u>(5,068)</u>	<u>(9,541)</u>

The effective tax rate is lower than the statutory tax rate for the current quarter and financial year to date mainly due to deferred tax assets being recognized in respect of the Reinvestment Allowances (RA) and Investment Tax Allowances (ITA) to the extent that it is probable that future taxable profits will be available against which the RA and ITA can be utilized.

**B8. Amount of profits on sale of unquoted investments or properties**

There are no sales of unquoted investments or properties for the current quarter and financial year to date.

**B9. Particulars of purchase or disposal of quoted securities**

There are no purchases or disposals of quoted securities by the Group as at 30 July 2010.

**B10. (a) Status of corporate proposals announced but not completed**

As at 30 July 2010 the outstanding corporate proposals announced but not completed are as follows:

- (i) Proposed bonus issue of 155,575,704 new ordinary shares of RM0.50 each in the Company ("Bonus Shares") on the basis of three (3) Bonus Shares for every ten (10) existing ordinary shares of RM0.50 each in the Company ("Unisem Shares") held on 30 July 2010, being the entitlement date ("Proposed Bonus Issue");
- (ii) Proposed renounceable rights issue of up to 168,540,346 new warrants in the Company ("Warrants") on the basis of one (1) new Warrant for every four (4) existing Unisem Shares held after the Proposed Bonus Issue as at 30 July 2010, being the entitlement date. The issue price and the exercise price of the Warrants have been fixed at RM0.10 per Warrant and RM2.18 per Warrant for every one (1) new Unisem Share respectively; and
- (iii) Proposed establishment of an executives' share option scheme of up to 10% of the issued and paid-up share capital of the Company for the eligible executive directors and eligible executives of the Company and its subsidiaries.

**(b) Status of utilisation of proceeds raised from any corporate proposal for the quarter under review**

As at 30 July 2010, there are no unutilised proceeds raised from corporate proposal.

**B11. Borrowings and debt securities as at the end of the reporting period**

The details of the Group's borrowings as at end of current quarter are as follows:



UNISEM (M) BERHAD (Company No. 183314-V)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
SECOND FINANCIAL QUARTER ENDED 30 JUNE 2010

	<b>Foreign Currency '000</b>	<b>RM Equivalent '000</b>
<i>Secured Borrowings</i>		
Term Loans	USD70,539	227,514
Recourse Receivables Purchase facility	USD1,532	4,941
<i>Unsecured Borrowings</i>		
Term Loans		47,340
Revolving Credit		83,500
Bank overdrafts		42,314
Banker Acceptances		8,095
Total		<u>413,704</u>

In May 2010, Unisem Chengdu Co., Ltd obtained USD30 million secured term loan facility and USD6 million revolving credit facility for capital expenditure and working capital purposes.

In May 2010, the Company obtained a RM10 million unsecured revolving credit facility from a local bank for working capital purposes.

In June 2010, the Company obtained RM50 million unsecured overdraft and revolving credit facilities from a local bank for working capital purposes.

In July 2010, the Company obtained a USD30 million unsecured syndicated term loan facility from two local foreign banks for capital expenditure and working capital purposes.

**B12. *Summary of Derivative Financial Instruments***

There were no derivative financial instruments as at the date of issue of this report.

**B13. *Changes in material litigation (including status of any pending material litigation) since the last annual balance sheet date***

There are no changes in material litigation since the last annual balance sheet date.

**B14. *Dividend***

The Directors do not recommended any dividend for the current financial quarter ended 30 June 2010. (Nil for the financial quarter ended 30 June 2009).

**B15. *Earnings per share***

The basic earnings per share for the current quarter of 9.27 sen and financial year to date of 17.29 sen was calculated by dividing the Group's profit attributable to equity holders of the Company for the current quarter and financial year to date amounting to RM48.050 million and RM89.676 million by the weighted average number of ordinary shares in issue of 518,585,679.

BY ORDER OF THE BOARD

**CHUA HENG FATT** (MACS 00264)

**CHIN HOCK YEE** (LS 8922)

Company Secretary

DATED : 30 July 2010