

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

## ANNOUNCEMENT OF UNAUDITED QUARTERLY RESULTS FOR THE SECOND FINANCIAL QUARTER ENDED 30 JUNE 2001

### INCOME STATEMENT

		INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING YEAR
		QUARTER	CORRESPONDING	TO DATE	PERIOD
		30/06/2001	30/06/2000	30/06/2001	30/06/2000
		RM'000	RM'000	RM'000	RM'000
1	Revenue	38,077	97,409	109,527	188,845
(a)					
(b)	Investment income	0	0	0	0
(c)	Other income	1,259	2,489	3,097	5,230
2	Profit/(loss) before finance cost, depreciation and amortisation, exceptional items, income tax, minority interests and extraordinary items	9,360	50,922	34,895	101,474
(a)					
(b)	Finance cost	0	0	0	0
(c)	Depreciation and amortisation	13,997	9,582	27,705	17,798
(d)	Exceptional items	0	0	0	0
(e)	Profit/(loss) before income tax, minority interests and extraordinary items	(4,637)	41,340	7,190	83,676
(f)	Share of profits and losses of associated companies	0	0	0	0
(g)	Profit/(loss) before income tax, minority interests and extraordinary items after share of profits and losses of associated companies	(4,637)	41,340	7,190	83,676
(h)	Income tax	(2,760)	(4,300)	(5,565)	(11,600)
(i)	(i) Profit/(loss) after income tax before deducting minority interests	(7,397)	37,040	1,625	72,076
	(ii) Minority interests	0	0	0	0
(j)	Pre-acquisition profit/(loss), if applicable	0	0	0	0
(k)	Net profit/(loss) from ordinary	(7,397)	37,040	1,625	72,076

	activities attributable to members of the company				
(l)	(i) Extraordinary items	0	0	0	0
	(ii) Minority interests	0	0	0	0
	(iii) Extraordinary items attributable to members of the company	0	0	0	0
(m)	Net profit/(loss) attributable to members of the company	(7,397)	37,040	1,625	72,076
3	Earnings/(loss) per share based on 2(m) above after deducting any provision for preference dividends, if any:-				
	(a) Basic - based on 143,000,000 ordinary shares (sen)	(5.17)	25.90	1.14	50.40
	(b) Fully diluted - based on .....ordinary shares (sen)	N/A	N/A	N/A	N/A

## BALANCE SHEET

	AS AT END OF CURRENT QUARTER 30/06/2001 RM'000	AS AT PRECEDING FINANCIAL YEAR END 31/12/2000 RM'000
1 Fixed Assets	576,028	550,996
Capital work in progress	55,333	43,505
Interest in subsidiary	1,410	1,404
2 Investment in Associated Companies	-	-
3 Long Term Investments	-	-
4 Intangible Assets	-	-
5 Current Assets		
<i>Stock</i>	25,710	32,335
<i>Trade Debtors</i>	29,935	71,285
<i>Other debtors, deposits and prepayments</i>	9,217	13,889
<i>Fixed and short-term deposits with licensed banks</i>	42,900	125,740
<i>Cash on hand and at banks</i>	1,057	7,872
	108,819	251,120
6 Current Liabilities		
<i>Short Term Borrowings</i>	-	-
<i>Trade Creditors</i>	5,128	15,690
<i>Other Creditors</i>	86,230	157,976
<i>Provision for Taxation</i>	8,867	17,469

<i>Proposed dividend</i>	-	21,450
7 Net Current Assets	100,225	212,585
	8,594	38,535
Net Assets Employed	641,365	634,440
8 Shareholders' Funds		
Share Capital	143,000	143,000
Reserves		
<i>Share Premium</i>	152,392	152,392
<i>Revaluation Reserve</i>	-	-
<i>Capital Reserve</i>	-	-
<i>Statutory Reserve</i>	-	-
<i>Unappropriated Profit</i>	340,673	339,048
	493,065	491,440
9 Minority Interests	-	-
10 Long Term Borrowings	-	-
11 Other Long Term Liabilities	-	-
12 Deferred Taxation	5,300	-
Total Capital Employed	641,365	634,440
13 Net tangible assets per share (sen)	444.80	443.66

**Notes:-**

**1. Accounting policies and methods of computation**

The Company has followed the same accounting policies and methods of computation in the quarterly financial statements as compared with the most recent annual financial statement.

**2. Nature and amount of exceptional item**

There are no exceptional items as at 24 July 2001.

**3. Nature and amount of extraordinary item**

There are no extraordinary items as at 24 July 2001.

**4. Breakdown of tax charge and explanation on variance between effective and statutory tax rate**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/06/2001 RM'000	Preceding Year Corresponding Quarter 30/06/2000 RM'000	Current Year To Date 30/06/2001 RM'000	Preceding Year Corresponding Period 30/06/2000 RM'000
Deferred taxation	2,600	-	5,300	-
Current taxation	160	4,300	265	11,600
	2,760	4,300	5,565	11,600

The provision for current taxation for this quarter relates to interest income only. Effective 1 February 2000, the Company has been granted pioneer status under the provision for high technology companies under the Promotion of Investments Act, 1986 which exempts its profits from the promoted activity of design and production of certain approved integrated

circuits packages.

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

There are no profits on any sale of investments and/or properties for the current financial year to date.

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

There are no purchases or disposals of quoted securities by the Company as at 24 July 2001.

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

There are no changes in the composition of the Company for the current financial year to date.

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

There are no outstanding corporate proposals announced but not completed as at 24 July 2001.

(b) ***Status of utilisation of proceeds raised from any corporate proposal***

Not applicable.

9. ***Details of issuances and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares***

There are no issue or repayment of debt or equity securities, share buy-back, share cancellations, share held as treasury shares or resale of treasury shares for the current financial year to date.

10. ***Borrowings and debt securities***

There are no borrowings or debt securities in issue as at 24 July 2001.

11. ***Changes in contingent liabilities***

There have been no changes in the Company's contingent liabilities since 31 December 2000.

12. ***Summary of financial instruments with off balance sheet risk by type and maturity profile***

There are no financial instruments with off balance sheet risk as at 24 July 2001.

13. ***Details (including status) of any pending material litigation***

There is no material litigation pending since 31 December 2000.

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

The Company operates within one industry and one geographical area, as such segment analysis is not presented.

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

The Company recorded a loss before taxation of RM4.637 million for the quarter as compared with the profit before taxation of RM11.827 million for the immediate preceding quarter ended 31 March 2001.

16. ***Review of the performance of the Company, setting out material factors affecting the earnings and /or revenue of the Company for the current quarter and***

**financial year to date**

The Company recorded a turnover of RM38.077 million and a loss after taxation of RM7.397 million for the quarter. The declining turnover is due to the continued slowdown in the semiconductor industry. Profits and margins are further impacted by the decline in capacity utilisation as the Company reduces its manufacturing activity in response to the decline in business volume.

**17. 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.

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

The Company continues to be affected by the downturn in the business/industry cycle which is generally due to an inventory overhang and the slowing of the global economy, particularly in North America.

**19. Commentary on the prospects, including the factors that are likely to influence the Company's prospects for the remaining period to the end of the financial year**

Since the Company announced its 1<sup>st</sup> quarter 2001 results in early-May 2001, business conditions have not improved. The demand for the Company's products and services remains uncertain as the slowdown in the semiconductor industry continues. The Company anticipates that business conditions will remain weak for the remaining period to the end of the financial year. The Company will continue to take measures to mitigate these difficulties.

**20. (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**

Not applicable

**21. Dividend**

The Directors have not recommended any dividend for the second financial quarter ended 30 June 2001.

BY ORDER OF THE BOARD

**CHUA HENG FATT** (MACS 00264)

**TAN KOK HENG** (MIA NO. 606)

Company Secretaries

DATED : 24 July 2001