



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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012

**CONDENSED CONSOLIDATED INCOME STATEMENTS**

	<b>Current Quarter Ended 31/3/2012 RM'000</b>	<b>Corresponding Quarter Ended 31/3/2011 RM'000</b>	<b>Current Year to date Ended 31/3/2012 RM'000</b>	<b>Corresponding Year to date Ended 31/3/2011 RM'000</b>
Revenue	256,611	291,975	256,611	291,975
Operating expenses	(268,278)	(288,766)	(268,278)	(288,766)
Other operating income	497	5,770	497	5,770
Finance costs	(5,070)	(3,491)	(5,070)	(3,491)
(Loss)/Profit before taxation	(16,240)	5,488	(16,240)	5,488
Taxation	2,554	(50)	2,554	(50)
<b>(Loss)/Profit for the period</b>	<b>(13,686)</b>	<b>5,438</b>	<b>(13,686)</b>	<b>5,438</b>
<b>(Loss)/Profit attributable to:</b>				
Equity holders of the Company	(13,529)	5,086	(13,529)	5,086
Non-controlling interests	(157)	352	(157)	352
	<b>(13,686)</b>	<b>5,438</b>	<b>(13,686)</b>	<b>5,438</b>
(Loss)/Earnings per share (sen) –				
(a) Basic	(2.01)	0.75	(2.01)	0.75
(b) Diluted	(2.01)	0.75	(2.01)	0.75

**(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2011)**



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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

	<b>Current Quarter Ended 31/3/2012 RM'000</b>	<b>Corresponding Quarter Ended 31/3/2011 RM'000</b>	<b>Current Year to date Ended 31/3/2012 RM'000</b>	<b>Corresponding Year to date Ended 31/3/2011 RM'000</b>
(Loss)/Profit for the period	(13,686)	5,438	(13,686)	5,438
<i>Other comprehensive(loss)/income</i>				
Currency translation differences arising from consolidation	(21,209)	(3,716)	(21,209)	(3,716)
<b>Total Comprehensive (Loss)/Income for the period</b>	<b>(34,895)</b>	<b>1,722</b>	<b>(34,895)</b>	<b>1,722</b>
<b>Total Comprehensive (Loss)/Income attributable to:</b>				
Equity holders of the Company	(34,738)	1,370	(34,738)	1,370
Non-controlling interests	(157)	352	(157)	352
	<b>(34,895)</b>	<b>1,722</b>	<b>(34,895)</b>	<b>1,722</b>

**(The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2011)**



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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

	<b>As at end of Current Quarter 31/3/2012 RM'000</b>	<b>As at Preceding Financial Year End 31/12/2011 RM'000</b>
<b>Assets</b>		
<i>Non-Current Assets</i>		
Property, Plant and Equipment	1,283,426	1,331,997
Prepaid Interest in Leased Land	19,693	19,740
Goodwill	65,206	67,219
Intangible Assets	15,892	16,534
Deferred Tax Assets	11,800	8,783
<b>Total Non-current Assets</b>	<b>1,396,017</b>	<b>1,444,273</b>
<i>Current Assets</i>		
Inventories	150,036	160,998
Trade and Other Receivables	195,938	182,822
Cash and Bank Balances	30,425	63,528
<b>Total Current Assets</b>	<b>376,399</b>	<b>407,348</b>
<b>Total Assets</b>	<b>1,772,416</b>	<b>1,851,621</b>

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2011)



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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION– CONTINUED

	As at end of Current Quarter 31/3/2012 RM'000	As at Preceding Financial Year End 31/12/2011 RM'000
<b>Equity and Liabilities</b>		
<i>Capital and Reserves</i>		
Share Capital	337,081	337,081
Reserves	717,844	752,193
Equity Attributable To Equity Holders of the Company	1,054,925	1,089,274
Non-controlling interests	12,349	12,504
<b>Total Equity</b>	<b>1,067,274</b>	<b>1,101,778</b>
<i>Non-Current Liabilities</i>		
Long Term Bank Borrowings	217,270	215,693
Retirement Benefits and Obligations	16,753	19,041
Obligations under Finance Leases	989	1,327
Deferred Income	7,395	7,771
	242,407	243,832
<i>Current Liabilities</i>		
Trade and Other Payables	211,129	204,879
Short Term Bank Borrowings	250,231	299,738
Obligations under Finance Leases	1,375	1,375
Current Tax Payable	-	19
	462,735	506,011
<b>Total Liabilities</b>	<b>705,142</b>	<b>749,843</b>
<b>Total Equity and Liabilities</b>	<b>1,772,416</b>	<b>1,851,621</b>
Net Assets per ordinary share attributable to equity holders of the Company (RM)	1.5648	1.6157

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2011)



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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012

**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**

	<b>Current Year To Date Ended 31/3/2012 RM'000</b>	<b>Corresponding Year To Date Ended 31/3/2011 RM'000</b>
<b>Operating Activities</b>		
(Loss)/Profit For The Period	(13,686)	5,438
Adjustments for non-cash flow items:		
Depreciation and amortisation expenses (net of amortization income)	42,449	39,836
Finance cost (net of interest income)	4,992	3,508
Others	(1,765)	608
Operating Profit Before Changes In Working Capital	31,990	49,390
Net change in current assets	(10,568)	(3,025)
Tax paid	(292)	(3,604)
Net change in current liabilities	17,711	(86,376)
Net Cash Flows From/(Used In) Operating Activities	38,841	(43,615)
<b>Investing Activities</b>		
Additions to property, plant and equipment	(25,332)	(12,280)
Others	176	70
Net Cash Flows Used In Investing Activities	(25,156)	(12,210)
<b>Financing Activities</b>		
Proceeds from bank borrowings	28,230	51,392
Repayment of bank borrowings	(77,569)	(49,929)
Others	(5,310)	(842)
Net Cash Flows (Used In)/From Financing Activities	(54,649)	621
Net Change in Cash & Cash Equivalents	(40,964)	(55,204)
Cash And Cash Equivalents At Beginning Of Period	36,926	108,339
Effect of exchange rate differences	(1,310)	(83)
Cash And Cash Equivalents At End Of Period	35,616	108,256
	(5,348)	53,052
<b>Cash and Cash Equivalents comprise the following :</b>		
	<b>RM'000</b>	<b>RM'000</b>
Cash and Bank Balances	30,425	60,169
Bank Overdrafts	(35,773)	(7,117)
	(5,348)	53,052

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 December 2011)



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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	←—Attributable to Equity Holders of the Company—→					Non- Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium & Other Reserves RM'000	Foreign Currency Exchange Reserve RM'000	Retained Earnings RM'000	Subtotal RM'000		
<b>Current Year To Date Ended 31 March 2012</b>							
At 1 January 2012	337,081	164,193	(5,412)	593,412	1,089,274	12,504	1,101,778
Loss for the period	-	-	-	(13,529)	(13,529)	(157)	(13,686)
Other comprehensive loss	-	-	(21,209)	-	(21,209)	-	(21,209)
Total comprehensive loss for the period	-	-	(21,209)	(13,529)	(34,738)	(157)	(34,895)
Recognition of share-based payments	-	273	-	116	389	2	391
<b>At 31 March 2012</b>	<b>337,081</b>	<b>164,466</b>	<b>(26,621)</b>	<b>579,999</b>	<b>1,054,925</b>	<b>12,349</b>	<b>1,067,274</b>

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



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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012  
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY - CONTINUED

	← Attributable to Equity Holders of the Company →					Non-Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium & Other Reserves RM'000	Foreign Currency Exchange Reserve RM'000	Retained Earnings RM'000	Subtotal RM'000		
<b>Corresponding Year To Date Ended 31 March 2011</b>							
At 1 January 2011	337,081	156,347	(43,887)	610,395	1,059,936	12,621	1,072,557
Profit for the period	-	-	-	5,086	5,086	352	5,438
Other comprehensive loss	-	-	(3,716)	-	(3,716)	-	(3,716)
Total comprehensive income for the period	-	-	(3,716)	5,086	1,370	352	1,722
<b>At 31 March 2011</b>	<b>337,081</b>	<b>156,347</b>	<b>(47,603)</b>	<b>615,481</b>	<b>1,061,306</b>	<b>12,973</b>	<b>1,074,279</b>

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



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012

**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 'INTERIM FINANCIAL REPORTING' (MFRS 134) AND BURSA LISTING REQUIREMENTS**

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

The Quarterly Report have been prepared in accordance with the reporting requirements outlined in the *MFRS 134* 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 2011.

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 2011.

The Group has adopted the Malaysian Financial Reporting Standards (MFRS) framework issued by MASB with effect from 1 January 2012. This MFRS framework was introduced by the MASB in order to fully converge Malaysia's existing Financial Reporting Standards (FRS) framework with the International Financial Reporting Standards (IFRS) framework issued by the International Accounting Standards Board. There has been no material impact upon the adoption the MFRS on the financial statements of the Group.

The Group has also adopted all the new and revised MFRSs and IC Interpretations that are relevant and effective for accounting periods beginning on or after 1 January, 2012. The adoption of these new and revised MFRSs and IC Interpretations have not resulted in any material impact on the financial statements of the Group.

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

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

**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.





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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012

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

<b>Quarter Ended/ Year To Date Ended 31 March 2012</b>	<b>Asia RM'000</b>	<b>Europe RM'000</b>	<b>USA RM'000</b>	<b>Consolidated RM'000</b>
Revenue	250,649	2,923	3,039	256,611
Segment results	(8,774)	(1,921)	(553)	(11,248)
Finance costs	(4,993)	(37)	(40)	(5,070)
Investment income	78	-	-	78
Loss before tax	(13,689)	(1,958)	(593)	(16,240)
Taxation	2,554	-	-	2,554
Loss after tax	(11,135)	(1,958)	(593)	(13,686)
Segment assets	1,720,655	36,879	14,882	1,772,416
Segment liabilities	692,559	6,011	6,572	705,142
<b>Quarter Ended/ Year To Date Ended 31 March 2011</b>	<b>Asia RM'000</b>	<b>Europe RM'000</b>	<b>USA RM'000</b>	<b>Consolidated RM'000</b>
Revenue	285,026	4,048	2,901	291,975
Segment results	11,209	(1,360)	(929)	8,920
Finance costs	(3,476)	(15)	-	(3,491)
Investment income	59	-	-	59
Profit/(Loss) before tax	7,792	(1,375)	(929)	5,488
Taxation	(50)	-	-	(50)
Profit/(Loss) after tax	7,742	(1,375)	(929)	5,438
Segment assets	1,747,036	42,125	16,757	1,805,918
Segment liabilities	717,774	8,133	5,732	731,639

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

There are no amendments 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.



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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012

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

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

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

**B1. *Detailed analysis of the performance of all operating segments of the Group, setting out material factors affecting the earnings and /or revenue of each segment for the current quarter and financial year to date***

The Group recorded revenue of RM256.611 million for the quarter and financial year to date ended 31 March 2012. This represents a decrease of 12.1% in group revenue as compared to the corresponding quarter last year, with a 5% increase in revenue in the USA segment, 12% and 28% decline in the Asia and Europe segments respectively. The Group recorded a net loss of RM13.686 million as compared to a net profit of RM5.438 million in the corresponding quarter last year. All segments recorded losses for the quarter under review.

The decline in the revenue and profit of the Group for the quarter ended 31 March 2012 was principally attributable to reduced sales volume, a one-time retrenchment costs of RM5.7 million arising from a efficiency/redundancy exercise at PT Unisem and higher depreciation charges.

**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 recorded loss before taxation (“LBT”) of RM16.240 million for the current quarter as compared to a LBT of RM5.260 million in the preceding quarter ended 31 December 2011. The increase in LBT arose mainly due to lower sales revenue and the retrenchment costs.

**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 Directors expect the revenue and earnings of the Group in the second quarter to improve from that achieved in the first quarter and to continue to improve 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 preceding annual financial statements of the Group were reported without 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***

Not applicable.

**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  
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012

**B7. Profit/(Loss) Before Taxation**

Profit/(Loss) before taxation is arrived at after charging/(crediting):-

	Current Quarter Ended 31/3/2012 RM'000	Corresponding Quarter Ended 31/3/2011 RM'000	Current Year to date Ended 31/3/2012 RM'000	Corresponding Year to date Ended 31/3/2011 RM'000
Depreciation and amortization	42,516	39,812	42,516	39,812
Retrenchment costs	5,699	-	-	-
Interest expense	5,070	3,491	5,070	3,491
Foreign exchange (gain)/loss	(3,292)	(2,668)	(3,292)	(2,668)
Interest income	(78)	(59)	(78)	(59)
Provision for and write-off of receivables	-	-	-	-
Provision for and write-off of inventories	-	-	-	-
Impairment of assets	-	-	-	-
Loss/(Gain) on disposal of investments or properties	-	-	-	-
Loss/(Gain) on derivatives	-	-	-	-

**B8. Breakdown of tax charge and explanation on variance between effective and statutory tax rate for the current quarter and financial year to date**

	Current Quarter Ended 31/3/2012 RM'000	Corresponding Quarter Ended 31/3/2011 RM'000	Current Year to date Ended 31/3/2012 RM'000	Corresponding Year to date Ended 31/3/2011 RM'000
Income tax payable	(463)	(648)	(463)	(648)
Deferred tax	3,017	598	3,017	598
Total	2,554	(50)	2,554	(50)

The effective tax rate is lower than the statutory tax rate mainly due to the availability of tax allowances and incentives to offset the taxable income.

**B9. (a) Status of corporate proposals announced but not completed**

As at 2 May 2012, there are no outstanding corporate proposals announced but not completed.

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

As at 2 May 2012, there are no unutilised proceeds raised from corporate proposal.



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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012

**B10. Realised and Unrealised Profits**

On 25 March 2010, Bursa Malaysia Securities Berhad (“Bursa Malaysia”) issued a directive to all listed issuers pursuant to Paragraphs 2.06 and 2.23 of the Bursa Securities Main Market Listing Requirements. The directive requires all listed issuers to disclose the breakdown of the unappropriated profits or accumulated losses as of the end of the reporting period, into realized and unreleased profits or losses. On 20 December 2010, Bursa Malaysia further issued guidance on the disclosure and the prescribed format of disclosure.

The breakdown of the retained earnings of the Group into realized and unrealized profits or losses, pursuant to the directive, is as follows:

	As at 31/3/2012 RM'000	As at 31/12/2011 RM'000
Realised profits	480,782	497,052
Unrealised profits	15,400	12,802
	496,182	509,854
Add: Consolidation adjustments	83,817	83,558
Total Retained Earnings	579,999	593,412

The disclosure of the realized and unrealized profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia and should not be used for any other purpose.

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

The detail and currency analysis of the Group’s borrowings as at end of current quarter are as follows:

	Ringgit Malaysia RM'000	US Dollar RM'000	Total RM'000
<i>Secured Borrowings</i>			
Due within 12 months	-	68,915	68,915
Due after 12 months	-	147,811	147,811
<i>Unsecured Borrowings</i>			
Due within 12 months	154,320	26,996	181,316
Due after 12 months	-	69,459	69,459
Total	154,320	313,181	467,501

**B12. 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.

**B13. Dividend**

The Directors did not recommend any dividend for the current financial quarter ended 31 March 2012. (Nil for the financial quarter ended 31 March 2011).



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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE  
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012

**B14. *Earnings/(Loss) per share***

The basic loss per share for the current quarter and financial year to date of 2.01 sen was calculated by dividing the Group's loss attributable to equity holders of the Company for the current quarter and financial year to date amounting to RM13.529 million by the weighted average number of ordinary shares in issue of 674,161,383.

The diluted earnings/(loss) per share have not been presented as the average fair value of the shares of the Company is lower than the exercise price for the conversion of the Warrants or ESOS to ordinary shares. The effect would be anti-dilutive to the earnings/(loss) per share.

BY ORDER OF THE BOARD

**CHUA HENG FATT** (MACS 00264)

**CHIN HOCK YEE** (LS 8922)

Company Secretary

DATED : 2 May 2012