



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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2016

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS

	Current Quarter Ended 31/3/2016 RM'000	Corresponding Quarter Ended 31/3/2015 RM'000	Current Year to date Ended 31/3/2016 RM'000	Corresponding Year to date Ended 31/3/2015 RM'000
Revenue	317,808	280,057	317,808	280,057
Cost of sales	(262,722)	(236,523)	(262,722)	(236,523)
Gross profit	55,086	43,534	55,086	43,534
Operating expenses	(20,044)	(18,721)	(20,044)	(18,721)
Other operating income	4,438	4,413	4,438	4,413
Interest expense	(1,054)	(2,251)	(1,054)	(2,251)
Profit before taxation	38,426	26,975	38,426	26,975
Taxation	(3,162)	(3,113)	(3,162)	(3,113)
Profit for the period	35,264	23,862	35,264	23,862
Profit attributable to:				
Owners of the Company	34,697	23,535	34,697	23,535
Non-controlling interests	567	327	567	327
	35,264	23,862	35,264	23,862
Earnings per share (sen) –				
(a) Basic	4.73	3.49	4.73	3.49
(b) Diluted	4.73	3.49	4.73	3.49

(The Condensed Consolidated Statements of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2015)



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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
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**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME OR
LOSS**

	Current Quarter Ended 31/3/2016 RM'000	Corresponding Quarter Ended 31/3/2015 RM'000	Current Year to date Ended 31/3/2016 RM'000	Corresponding Year to date Ended 31/3/2015 RM'000
Profit for the period	35,264	23,862	35,264	23,862
Other comprehensive (loss)/income attributable to owners of the Company <i>Items that may be reclassified subsequently to profit or loss</i> Exchange differences on translating foreign operations	(69,650)	34,494	(69,650)	34,494
Total Comprehensive (Loss)/Profit for the period	(34,386)	58,356	(34,386)	58,356
Total Comprehensive (Loss)/Profit attributable to:				
Owners of the Company	(34,953)	58,029	(34,953)	58,029
Non-controlling interests	567	327	567	327
	(34,386)	58,356	(34,386)	58,356

**(The Condensed Consolidated Statements of Comprehensive Income or Loss should be read in
conjunction with the Audited Financial Statements for the year ended 31 December 2015)**



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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
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CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	As at end of Current Quarter 31/3/2016 RM'000	As at Preceding Financial Year End 31/12/2015 RM'000
Assets		
<i>Non-Current Assets</i>		
Property, Plant and Equipment	1,120,497	1,177,693
Prepaid Interest in Leased Land	19,324	20,458
Intangible Assets	5,327	5,896
Deferred Tax Assets	1,130	1,183
Total Non-current Assets	1,146,278	1,205,230
<i>Current Assets</i>		
Inventories	119,789	129,699
Trade and Other Receivables	180,725	203,324
Tax Recoverable	17,519	19,489
Cash and Bank Balances	163,622	133,008
Total Current Assets	481,655	485,520
Total Assets	1,627,933	1,690,750
Equity and Liabilities		
<i>Capital and Reserves</i>		
Share Capital	366,915	366,915
Reserves	949,977	984,930
Equity Attributable To Owners of the Company	1,316,892	1,351,845
Non-controlling interests	4,868	4,301
Total Equity	1,321,760	1,356,146
<i>Non-Current Liabilities</i>		
Bank Borrowings	21,057	18,420
Retirement Benefits Obligations	22,864	25,043
Deferred Income	8,110	9,004
Deferred Tax Liabilities	3,127	3,896
	55,158	56,363
<i>Current Liabilities</i>		
Trade and Other Payables	170,809	182,950
Bank Borrowings	76,760	91,356
Provision for Tax	3,446	3,935
	251,015	278,241
Total Liabilities	306,173	334,604
Total Equity and Liabilities	1,627,933	1,690,750
Net Assets per ordinary share attributable to owners of the Company (RM)	1.7945	1.8422

(The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2015)



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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2016

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	Current Year To Date Ended 31/3/2016 RM'000	Corresponding Year To Date Ended 31/3/2015 RM'000
Operating Activities		
Profit For The Period	35,264	23,862
Adjustments for non-cash items:		
Depreciation and amortisation expenses	43,651	41,669
Interest expense (net of interest income)	377	2,213
Others	4,240	2,340
Operating Profit Before Changes In Working Capital	83,532	70,084
Net change in current assets	17,172	(11,232)
Tax paid	(3,924)	(2,982)
Net change in current liabilities	(28,357)	8,946
Others	(387)	(981)
Net Cash Flows From Operating Activities	68,036	63,835
Investing Activities		
Additions to property, plant and equipment	(24,979)	(25,388)
Others	710	1,885
Net Cash Flows Used In Investing Activities	(24,269)	(23,503)
Financing Activities		
Repayment of bank borrowings – net	(4,369)	(49,638)
Others	(867)	(2,330)
Net Cash Flows Used In Financing Activities	(5,236)	(51,968)
Net Change in Cash & Cash Equivalents	38,531	(11,636)
Cash And Cash Equivalents At Beginning Of Period	133,008	51,032
Effect of exchange rate differences	(7,917)	2,491
	125,091	53,523
Cash And Cash Equivalents At End Of Period	163,622	41,887
Cash and Cash Equivalents comprised the following :		
	RM'000	RM'000
Cash and Bank Balances	163,622	46,859
Bank Overdrafts	-	(4,972)
	163,622	41,887

(The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2015)



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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	← Attributable to Owners of the Company →						
	Share Capital RM'000	Share Premium & Other Reserves RM'000	Foreign Currency Exchange Reserve RM'000	Retained Earnings RM'000	Subtotal RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
Current Period To Date Ended 31 March 2016							
At 1 January 2016	366,915	249,595	208,457	526,878	1,351,845	4,301	1,356,146
Profit for the period	-	-	-	34,697	34,697	567	35,264
Other comprehensive loss	-	-	(69,650)	-	(69,650)	-	(69,650)
Total comprehensive income/(loss) for the period	-	-	(69,650)	34,697	(34,953)	567	(34,386)
At 31 March 2016	366,915	249,595	138,807	561,575	1,316,892	4,868	1,321,760
Corresponding Period To Date Ended 31 March 2015							
At 1 January 2015	337,115	169,727	98,325	420,085	1,025,252	6,917	1,032,169
Profit for the period	-	-	-	23,535	23,535	327	23,862
Other comprehensive income	-	-	34,494	-	34,494	-	34,494
Total comprehensive income for the period	-	-	34,494	23,535	58,029	327	58,356
Recognition of share-based payments	-	525	-	59	584	3	587
At 31 March 2015	337,115	170,252	132,819	443,679	1,083,865	7,247	1,091,112

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2015)



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE
FIRST FINANCIAL QUARTER ENDED 31 MARCH 2016

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 has 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 2015.

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 2015.

The Group has adopted all the new and revised MFRSs and IC Interpretations that are relevant and effective for accounting periods beginning on or after 1 January, 2016. 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 were no material seasonal or cyclical factors affecting the results of the quarter under review.

A4. *Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence*

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence during the quarter under review and financial year to date.

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 were 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 were no issue, cancellation, repurchases, resale and repayment of debt or equity securities during the quarter under review and financial year to date.

A7. *Dividend Paid*

There were no dividends paid during the quarter under review and financial year to date.



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

The Group's geographical segment report for the financial year to date is as follows:

Year To Date Ended 31 March 2016	USA RM'000	Europe RM'000	Asia RM'000	Group RM'000
Revenue from external customers	<u>122,613</u>	<u>51,229</u>	<u>143,966</u>	<u>317,808</u>
Segment results	<u>21,453</u>	<u>(3,203)</u>	<u>19,333</u>	<u>37,583</u>

Year To Date Ended 31 March 2015	USA RM'000	Europe RM'000	Asia RM'000	Group RM'000
Revenue from external customers	<u>131,870</u>	<u>44,428</u>	<u>103,759</u>	<u>280,057</u>
Segment results	<u>16,258</u>	<u>1,202</u>	<u>11,799</u>	<u>29,259</u>

	Current Year to date Ended 31/3/2016 RM'000	Corresponding Year to date Ended 31/3/2015 RM'000
Reconciliation of segment results		
Reportable segments	37,583	29,259
Non-reportable segments	1,220	(71)
Interest expense	(1,054)	(2,251)
Investment income	<u>677</u>	<u>38</u>
Profit before tax	38,426	26,975
Taxation	<u>(3,162)</u>	<u>(3,113)</u>
Profit after tax	<u>35,264</u>	<u>23,862</u>

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

There were 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 were no changes in the composition of the Group during the current quarter under review and financial year to date except for the members' voluntary liquidation of Unisem (Europe) Holdings Limited on 30 March 2016.

A12. *Changes in contingent liabilities or contingent assets*

There were no changes in contingent liabilities or assets since the date of the last report.



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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 for the current quarter and financial year to date*

The Group recorded revenue of RM317.808 million for the quarter ended 31 March 2016, an increase of 13.5% against the corresponding quarter ended 31 March 2015. Asia and Europe segments recorded increase in revenue of 38.8% and 15.3% respectively whilst the revenue for USA segment decreased by 7.0%.

For the quarter under review, the Group achieved net profit of RM35.264 million, an increase of 47.8% as compared to the net profit of RM23.862 million reported in the corresponding quarter a year ago. Asia and USA segments achieved net profits whilst Europe segment incurred losses for the quarter under review.

The increase in revenue for the current quarter was mainly attributable to improved average selling prices arising from the appreciation in the US\$/RM and US\$/RMB exchange rates, as compared to the rates that prevailed in the corresponding quarter a year ago. The improvement in net profit for the current quarter was due to increased revenue and improved margins from better contribution in our wafer bumping and advanced package operations.

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 of RM38.426 million for the current quarter, a decline of 40.9% against the profit before taxation reported in the preceding quarter ended 31 December 2015. The lower profit before tax was mainly attributable to lower revenue in the current quarter.

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 performance of the Group to improve for the second financial quarter and remain satisfactory till 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.



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(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.

B7. Profit Before Taxation

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

	Current Quarter Ended 31/3/2016 RM'000	Corresponding Quarter Ended 31/3/2015 RM'000	Current Year to date Ended 31/3/2016 RM'000	Corresponding Year to date Ended 31/3/2015 RM'000
Depreciation and amortisation	43,651	41,669	43,651	41,669
Interest expense	1,054	2,251	1,054	2,251
Interest income	(677)	(38)	(677)	(38)
Foreign exchange (gain)/loss	(694)	322	(694)	322
Provision for slow moving inventories	-	-	-	-
Grant income received	-	-	-	-
Provision for receivables	-	-	-	-
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 31/3/2016 RM'000	Corresponding Quarter Ended 31/3/2015 RM'000	Current Year to date Ended 31/3/2016 RM'000	Corresponding Year to date Ended 31/3/2015 RM'000
Income tax payable	(3,567)	(3,167)	(3,567)	(3,167)
Deferred tax	405	54	405	54
	<u>(3,162)</u>	<u>(3,113)</u>	<u>(3,162)</u>	<u>(3,113)</u>

The effective tax rate was 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

There are no outstanding corporate proposals announced but not completed as at the date of this announcement.

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

There are no unutilised proceeds raised from corporate proposal as at the date of this announcement.



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B10. 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:

	Total RM'000
<i>Secured Borrowings</i>	
Due within 12 months	67,987
Due after 12 months	1,075
<i>Unsecured Borrowings</i>	
Due within 12 months	8,773
Due after 12 months	19,982
Total	<u>97,817</u>

All the Group's borrowings are denominated in US Dollars.

B11. Changes in material litigation (including status of any pending material litigation) since the last annual balance sheet date

There were no changes in material litigation since the date of the last report.

B12. Dividend

The Directors did not recommend any dividend for the current financial quarter ended 31 March 2016. (Nil for the financial quarter ended 31 March 2015).

B13. Earnings per share

The basic earnings per share for the current quarter and financial period to date of 4.73 sen was calculated by dividing the Group's profit attributable to owners of the Company for the current quarter and financial period to date amounting to RM34.697 million by the weighted average number of ordinary shares in issue of 733,831,055.

B14. Realised and Unrealised Profits

The breakdown of the retained earnings of the Group into realised and unrealised profits or losses, pursuant to the directive from the Exchange, is as follows:

	As at 31/3/2016 RM'000	As at 31/12/2015 RM'000
Realised	341,252	322,961
Unrealised	(1,998)	(7,180)
	<u>339,254</u>	<u>315,781</u>
Add: Consolidation adjustments	222,321	211,097
Total Retained Earnings	<u>561,575</u>	<u>526,878</u>

BY ORDER OF THE BOARD

CHUA HENG FATT (MACS 00264)

CHIN HOCK YEE (LS 8922)

Company Secretary

DATED : 26 April 2016