

PENSONIC HOLDINGS BERHAD (300426-P)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED 30 NOVEMBER 2015

PENSONIC HOLDINGS BERHAD (300426-P)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED 30 NOVEMBER 2015 (Unaudited)**

	Note	Individual Quarter		Cumulative Period	
		3 months ended 30.11.15 RM'000	30.11.14 RM'000	6 months ended 30.11.15 RM'000	30.11.14 RM'000
Revenue	9	91,453	87,980	190,388	194,009
Cost of sales		(73,805)	(72,171)	(154,213)	(158,633)
Gross profit		17,648	15,809	36,175	35,376
Other operating income		509	419	756	617
Interest income		40	35	108	86
Operating expenses		(14,218)	(14,477)	(29,402)	(31,131)
Results from operating activities		3,979	1,786	7,637	4,948
Finance costs		(1,249)	(1,250)	(2,465)	(2,479)
Operating profit		2,730	536	5,172	2,469
Share of profit of equity accounted associates		-	-	-	-
Profit before tax		2,730	536	5,172	2,469
Tax expense	21	(4)	3	(195)	(24)
Profit for the period	29	2,726	539	4,977	2,445
Other comprehensive income, net of tax					
Foreign currency translation differences		367	24	614	19
Total comprehensive income for the period		3,093	563	5,591	2,464
Profit attributable to:					
Shareholders of the Company		2,737	598	4,993	2,796
Non-controlling interests		(11)	(59)	(16)	(351)
		2,726	539	4,977	2,445
Total comprehensive income attributable to:					
Shareholders of the Company		3,104	622	5,607	2,815
Non-controlling interests		(11)	(59)	(16)	(351)
		3,093	563	5,591	2,464
Basic earnings per ordinary share (sen)	28	2.11	0.46	3.85	2.16
Diluted earnings per ordinary share (sen)	28	N/A	N/A	N/A	N/A

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 May 2015 and the accompanying explanatory notes attached to the interim financial statements.

PENSONIC HOLDINGS BERHAD (300426-P)
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 NOVEMBER 2015 (Unaudited)

	Note	Unaudited 30.11.15 RM'000	Audited 31.05.15 RM'000
ASSETS			
Property, plant and equipment		97,090	98,302
Investment properties		485	489
Investments in associates		259	259
Intangible assets		1,067	1,043
Deferred tax assets		37	31
Total non-current assets		98,938	100,124
Inventories		73,219	61,172
Trade and other receivables		56,039	68,950
Current tax assets		1,834	749
Cash and cash equivalents		27,290	34,173
Total current assets		158,382	165,044
TOTAL ASSETS		257,320	265,168
EQUITY			
Share capital		64,834	64,834
Reserves		49,097	43,490
Total equity attributable to owners of the Company		113,931	108,324
Non-controlling interests		(23)	(7)
TOTAL EQUITY		113,908	108,317
LIABILITIES			
Loans and borrowings	25	23,992	28,608
Deferred tax liabilities		178	45
Total non-current liabilities		24,170	28,653
Loans and borrowings	25	73,073	67,041
Trade and other payables		45,241	61,110
Current tax liabilities		928	47
Total current liabilities		119,242	128,198
Total liabilities		143,412	156,851
TOTAL EQUITY AND LIABILITIES		257,320	265,168
Net assets per share attributable to equity holders (RM)		0.88	0.84

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 May 2015 and the accompanying explanatory notes attached to the interim financial statements.

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY AS AT 30 NOVEMBER 2015 (Unaudited)

	← Attributable to owners of the Company →							→		
	← Non-Distributable Reserve			→ Distributable						
	Share capital RM'000	Share premium RM'000	Exchange translation Reserve RM'000	Capital reserve RM'000	Warrant reserve RM'000	Other reserve RM'000	Retained earnings RM'000	Total RM'000	Non-controlling interests RM'000	Total Equity RM'000
At 1 June 2014	64,834	2,837	381	4,488	6,483	-	16,550	95,573	(300)	95,273
Foreign currency translation differences	-	-	202	-	-	-	-	202	-	202
Profit for the period	-	-	-	-	-	-	17,726	17,726	(296)	17,430
Total comprehensive income for the period	-	-	202	-	-	-	17,726	17,928	(296)	17,632
Dividend to owners of the Company	-	-	-	-	-	-	(4,538)	(4,538)	-	(4,538)
Acquisition of non-controlling interests	-	-	-	-	-	-	-	-	589	589
Premium paid on acquisition of non-controlling interests	-	-	-	-	-	(639)	-	(639)	-	(639)
At 31 May 2015	64,834	2,837	583	4,488	6,483	(639)	29,738	108,324	(7)	108,317
At 1 June 2015	64,834	2,837	583	4,488	6,483	(639)	29,738	108,324	(7)	108,317
Foreign currency translation differences	-	-	614	-	-	-	-	614	-	614
Profit for the period	-	-	-	-	-	-	4,993	4,993	(16)	4,977
Total comprehensive income for the period	-	-	614	-	-	-	4,993	5,607	(16)	5,591
At 30 November 2015	64,834	2,837	1,197	4,488	6,483	(639)	34,731	113,931	(23)	113,908

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 May 2015 and the accompanying explanatory notes attached to the interim financial statements.

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED 30 NOVEMBER 2015 (Unaudited)**

	Note	6 months ended 30 November	
		2015 RM'000	2014 RM'000
Cash flows from operating activities			
Profit before taxation		5,172	2,469
Adjustments for:			
Depreciation of property, plant and equipment		3,023	2,404
Depreciation of investment properties		4	4
Interest expense		2,465	2,479
Interest income		(108)	(86)
Gain on disposal of plant and equipment		(27)	(43)
Operating profit before changes in working capital		10,529	7,227
Changes in working capital:			
Inventories		(12,047)	5,491
Trade and other receivables		12,911	16,782
Trade and other payables		(13,924)	(21,248)
Cash generated from operations		(2,531)	8,252
Income tax (paid) / refunded		(272)	1,209
Net cash used in operating activities		(2,803)	9,461
Cash flows used in investing activities			
Interest received		108	86
Purchase of property, plant and equipment		(1,806)	(9,763)
Proceeds from disposal of plant and equipment		27	43
Net cash used in investing activities		(1,671)	(9,634)
Cash flows from financing activities			
Drawdown of term loans		-	13,579
Repayment of term loans		(5,340)	(3,450)
Drawdown of finance lease liabilities, net		677	47
Drawdown of borrowings, net		5,121	(2,528)
Interest paid		(2,465)	(2,479)
Placement of pledged fixed deposits		(2,255)	(28)
Dividend paid		(1,945)	-
Proceeds from warrants issue		-	-
Net cash (used in)/generated from financing activities		(6,207)	5,141
Net (decrease)/increase in cash and cash equivalents		(10,681)	4,968
Cash and cash equivalents at beginning of period		26,940	6,458
Effect of exchange differences on cash and cash equivalents		584	20
Cash and cash equivalents at end of period		16,843	11,446

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (cont'd)
FOR THE QUARTER ENDED 30 NOVEMBER 2015 (Unaudited)**

	6 months ended 30 November	
	2015	2014
	RM'000	RM'000
Cash and cash equivalents comprised the following:		
Cash and bank balances	21,017	18,475
Bank overdrafts	(5,645)	(12,044)
Short term deposits with licensed banks	6,273	7,045
	<u>21,645</u>	<u>13,476</u>
Fixed deposits pledged to bank	<u>(4,802)</u>	<u>(2,030)</u>
	<u>16,843</u>	<u>11,446</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 May 2015 and the accompanying explanatory notes attached to the interim financial statements.

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2015 (Unaudited)

PART A: EXPLANATORY NOTES AS PER FRS 134 - INTERIM FINANCIAL REPORTING

1. Basis of preparation

These condensed consolidated interim financial statements have been prepared in accordance with MFRS134, Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34: Interim financial Reporting issued by the International Accounting Standards Board.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 May 2015. These explanatory notes, attached to the condensed consolidated interim financial statements, provide an explanation of the events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 May 2015.

2. Significant Accounting Policies

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for the year ended 31 May 2015.

At the date of authorization of these interim financial statements, The Group has not adopted the following accounting standards that have been issued by the Malaysian Accounting Standards Board ("MASB"):

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2016

- MFRS 14, *Regulatory Deferral Accounts*
- Amendments to MFRS 5, *Non-current Assets Held for Sale and Discontinued Operation (Annual Improvements 2012-2014 Cycle)*
- Amendments to MFRS 7, *Financial Instruments: Disclosures (Annual Improvements 2012-2014 Cycle)*
- Amendments to MFRS 10, *Consolidated Financial Statements - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*
- Amendments to MFRS 11, *Joint Arrangements – Accounting for Acquisitions of Interests in Joint Operations*
- Amendments to MFRS 12, *Disclosure of Interests in Other Entities – Investment Entities :Applying the Consolidation Exception*
- Amendments to MFRS 101, *Presentation of Financial Statements – Disclosure initiative*
- Amendments to MFRS 116, *Property, Plant and Equipment – Clarification of Acceptable Methods of Depreciation and Amortisation*
- Amendments to MFRS 119, *Employee Benefits (Annual Improvements 2012-2014 Cycle)*
- Amendments to MFRS 127, *Consolidated and Separate Financial Statement - Equity Method in Separate Financial Statements*
- Amendments to MFRS 128, *Investment in Associates - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

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2. Significant Accounting Policies (cont'd)

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2016 (cont'd)

- Amendments to MFRS 134, *Interim Financial Reporting (Annual Improvements 2012-2014 Cycle)*
- Amendments to MFRS 138, *Intangible Assets – Clarification of Acceptable Methods of Depreciation and Amortisation*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2017

- MFRS 15, *Revenue from Contracts with Customers*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2018

- MFRS 9, *Financial Instruments*

3. Audit Qualification

There were no audit qualifications on the annual financial statements of the Company for the year ended 31 May 2015.

4. Seasonality of Operations

The Group's business operations are generally affected by festive seasons, school holidays and carnival sales in Malaysia.

5. Unusual and Material Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current period ended 30 November 2015.

6. Significant Estimates and Changes in Estimates

There were no changes in estimates of amounts reported in the prior quarter and/ or financial period that have a material effect on the Group in the current period under review.

7. Debt and Equity Securities

There were no issuance and repayment of debts and equity security, share buy-backs, share cancellation, share held as treasury shares by the Company during the financial period under review.

8. Dividend Paid

No dividend has been paid during the period under review.

On 17 November 2015, shareholders of the Company have approved the final single tier dividend of 2.0 sen per ordinary share in respect of the financial year ended 31 May 2015. Subsequent to reporting date, the dividend amount to RM2,593,360 was paid on 31 December 2015.

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9. Segmental Information

(i) Operating Segments

The Group has three reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer different products and services, and are managed separately because they require different marketing strategic. For each of the strategic business units, the Group's Chief Executive Chairman and Managing Director review internal management reports at least on a quarterly basis.

The following summary describes the operations in each of the Group's reportable segments:

Manufacturing - manufacture, assembly and sales of electrical and electronic appliances

Trading - sales and distribution of electrical and electronic appliances

Other - investment holding activities, provision of management services and leases offices

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9. Segmental Information (cont'd)

(i) Operating Segments (cont'd)

	For the 6 months ending 30.11.2015					
	Manufacturing	Trading	Others	Total	Elimination	Profit before tax
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	307	190,081	-	190,388	-	190,388
Inter-segment revenue	46,572	3,961	2,927	53,460	(53,460)	-
	<u>46,879</u>	<u>194,042</u>	<u>2,927</u>	<u>243,848</u>	<u>(53,460)</u>	<u>190,388</u>
Segment profit	<u>1,175</u>	<u>5,500</u>	<u>(1,476)</u>	<u>5,199</u>	<u>(27)</u>	<u>5,172</u>
<i>Included in the measure of segment profit are:</i>						
Depreciation and amortisation	(1,554)	(804)	(669)	(3,027)	-	(3,027)
Interest income	(6)	101	13	108	-	108
Net gain / (loss) on foreign exchange	(642)	(3,355)	-	(3,997)	-	(3,997)
Inventories provision	(300)	-	-	(300)	-	(300)
Provision for doubtful debt	993	-	-	993	-	993
Gain on disposal of property, plant and equipment	20	7	-	27	-	27
<i>Not included in the measure of segment profit but provided to Group Managing Director:</i>						
Finance costs	(619)	(1,089)	(757)	(2,465)	-	(2,465)
Segment assets	<u>83,297</u>	<u>175,471</u>	<u>108,375</u>	<u>367,143</u>	<u>(112,149)</u>	<u>254,994</u>
<i>Included in the measure of segment assets are:</i>						
Additions to non-current assets others than financial instruments and deferred tax assets	433	1,118	254	1,805	-	1,805

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9. Segmental Information (cont'd)

(i) Operating Segments (cont'd)

	For the 6 months ending 30.11.2014					
	Manufacturing	Trading	Others	Total	Elimination	Profit before tax
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	766	193,243	-	194,009	-	194,009
Inter-segment revenue	41,449	5,386	2,499	49,334	(49,334)	-
	<u>42,215</u>	<u>198,629</u>	<u>2,499</u>	<u>243,343</u>	<u>(49,334)</u>	<u>194,009</u>
Segment profit	<u>(489)</u>	<u>4,025</u>	<u>(1,126)</u>	<u>2,410</u>	<u>59</u>	<u>2,469</u>
<i>Included in the measure of segment profit are:</i>						
Depreciation and amortisation	(1,572)	(744)	(92)	(2,408)	-	(2,408)
Interest income	-	74	12	86	-	86
Net gain / (loss) on foreign exchange	(173)	404	(2)	(229)	-	(229)
Bad debts written off	-	(5)	-	(5)	-	(5)
Gain on disposal of property, plant and equipment	3	40	-	43	-	43
<i>Not included in the measure of segment profit but provided to Group Managing Director:</i>						
Finance costs	(480)	(1,420)	(579)	(2,479)	-	(2,479)
Segment assets	<u>73,880</u>	<u>172,467</u>	<u>108,700</u>	<u>355,047</u>	<u>(112,589)</u>	<u>242,458</u>
<i>Included in the measure of segment assets are:</i>						
Additions to non-current assets others than financial instruments and deferred tax assets	157	1,241	8,365	9,763	-	9,763

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9. Segmental Information (cont'd)

(ii) Geographical Segments

The business segment of the Group is managed principally in Malaysia, China (including Hong Kong), Indonesia, Sri Lanka, Brunei, Middle East, Thailand, Myanmar, Singapore etc. In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers whereas segment assets are based on the geographical location of the assets. The amounts of segment assets do not include instruments (including investment in associates) and deferred tax assets.

	<u>Individual Quarter</u>		<u>Cumulative Period</u>	
	<u>3 months ended</u>		<u>6 months ended</u>	
	<u>30.11.2015</u>	<u>30.11.2014</u>	<u>30.11.2015</u>	<u>30.11.2014</u>
	Segment Revenue			
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Malaysia	54,114	59,451	119,588	131,560
Other Asian countries	28,683	24,952	53,601	49,537
Others	8,656	3,577	17,199	12,912
	<u>91,453</u>	<u>87,980</u>	<u>190,388</u>	<u>194,009</u>

	<u>As at</u>	
	<u>30.11.2015</u> <u>31.05.2015</u>	
	<u>Segment Assets</u>	
	<u>RM'000</u>	<u>RM'000</u>
Malaysia	230,079	243,702
Other Asian countries	24,686	19,790
Others	229	464
	<u>254,994</u>	<u>263,956</u>

10. Property, Plant and Equipment

During the current financial period ended 30 November 2015, the Group has acquired assets at a cost of RM1.8 million (30 November 2014: RM9.8 million) including RM1.1 million of finance liabilities. (30 November 2014: RM0.2 million)

11. Events after the Reporting Period

There were no other material events subsequent to the end of the current quarter that have not been reflected in the financial statements for the current quarter under review.

12. Changes in Composition of the Group

There were no changes in the composition of the Group since the last annual reporting period.

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13. Changes in Contingent Liabilities

There were no changes in contingent liabilities or contingent assets of a material nature since the last annual reporting period.

14. Commitments

There was no capital expenditure contracted but not provided for property, plant and equipment at the reporting date.

15. Significant Related Party Transactions

The significant transactions with companies in which certain Directors and persons connected to Directors have substantial financial interests are as follows:

	Individual Quarter		Cumulative Period	
	3 months ended		6 months ended	
	30.11.15	30.11.14	30.11.15	30.11.14
	RM'000	RM'000	RM'000	RM'000
Sale of goods to an associate				
-Pensonic (B) Sdn Bhd	382	471	682	629

16. Disclosure of Realised and Unrealised Retained Earnings

	Unaudited	Audited
	30.11.2015	31.05.2015
	RM'000	RM'000
- realised	38,577	30,518
- unrealised	(1,886)	1,168
	<hr/>	<hr/>
Total retained earnings of associates	36,691	31,686
	<hr/>	<hr/>
- realised	44	55
Less: Consolidation adjustments	(2,004)	(2,003)
	<hr/>	<hr/>
Total retained earnings	34,731	29,738

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2015 (Unaudited)

PART B : ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

17. Review of Performance

For the Quarter

The Group had registered revenues of RM91.4 million for the current quarter and as compared to RM88.0 million reported in the corresponding quarter last year, it representing slightly increase in sales of RM3.4 million or 3.9%. Besides, the Group has posted a profit before tax of RM2.7 million compared to profit before tax of RM0.5 million in the corresponding period last year. The improvement of profit are resulted from overhead cost spending rationalization implemented by management and gain from reversal of impairment for doubtful debts.

For the 6 months ended

As for 6 months ended 30 November 2015 the Group's revenue registered at RM190.4 million compared to RM194.0 million corresponding last year, it resulted a slightly drop in RM3.6 million due to current adverse development economy situation. However, the Group has posted a profit before tax of RM5.2 million due to the group emphasis in cost control and also gain from reversal of impairment for doubtful debts.

18. Variation of results Against Preceding Quarter

	Current Quarter 30.11.2015 RM'000	Immediate Preceding Quarter 31.08.2015 RM'000	Variance Increased/ (decreased)	
			RM'000	%
- Revenue	91,453	98,935	(7,482)	(7.6%)
- Profit Before Tax	2,730	2,442	288	11.8%

The revenue reported for second quarter is slightly lower than preceding quarter by RM7.5 million or 7.6%. The current adverse development economy situation has caused the slow demand in local sales or decrease in local sales 17.4% however the export sales still perform favourably.

Although the Group reported a lower revenue than preceding quarter but the Group still manage to record a higher pre-tax profit of RM2.7 million compare to RM2.4 million in preceding quarter. This main reason is due to gain on reversal of impairment for doubtful debts RM0.9 million and continue to emphasis on cost control and inventory management.

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19. Commentary on Prospect

Looking ahead, the Group anticipates that competition will remain intense. The Group will continue explore new market, product innovation, maintaining excellent customer relationship, placing emphasis in cost control, inventory management and overhead cost rationalisation.

In line with the Group's effort in expanding emerging markets, the Group carries on to promote and distribute its products to overseas customers through engaging more overseas distributors and business partners. Besides, the Group continues to devote efforts in research and development of new products in order to keep up with the ever-changing needs of the electrical appliances markets.

Given our extensive experience in the industry, the Board believes that the Group can overcome the temporary challenges in the market and remain competitive for the coming period.

20. Profit Forecast

Not applicable as no profit forecast was published.

21. Taxation

Taxation comprises the following:

	<u>Individual Quarter</u>		<u>Cumulative Period</u>	
	<u>3 months ended</u>		<u>6 months ended</u>	
	<u>30.11.15</u>	<u>30.11.14</u>	<u>30.11.15</u>	<u>30.11.14</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Current tax expense	4	(3)	195	24
	<u>4</u>	<u>(3)</u>	<u>195</u>	<u>24</u>

Domestic income tax rate is calculated at the Malaysian statutory tax rate of 25% (2014: 25%) of the estimated assessable profit for the period. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

The effective tax rate for the quarter and period were lower than the statutory rate due to the tax exemption status was granted to certain subsidiaries of the Company.

22. Sales of Unquoted Investments and Properties

There was no other disposal of unquoted investments and properties during the current period.

23. Investment in Quoted Securities

There was no purchase or disposal of quoted securities as of date of this report.

24. Status of Corporate Proposal

As at the date of this report, there are no other corporate proposals that are pending for completion.

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25. Borrowings and Debts Securities

Details of the Group's borrowings as at the end of this financial period are as follows:

	Unaudited 30.11.15 RM'000	Audited 31.05.15 RM'000
<u>Current</u>		
Unsecured		
Bank overdraft	5,645	4,446
Bankers' acceptance	56,041	49,829
	<u>61,686</u>	<u>54,275</u>
Secured		
Bank overdraft	-	241
Bankers' acceptance	579	1,670
Term loans	10,418	10,579
Finance lease liabilities	390	276
	<u>11,387</u>	<u>12,766</u>
	<u>73,073</u>	<u>67,041</u>
<u>Non – current</u>		
Secured		
Term loans	22,800	27,979
Finance lease liabilities	1,192	629
	<u>23,992</u>	<u>28,608</u>
	<u>23,992</u>	<u>28,608</u>
<u>Currency Denominated In</u>		
Ringgit Malaysia (“MYR”)	<u>97,065</u>	<u>95,649</u>

The bank borrowings and term loans are secured by the following:

- i) Legal charges over certain properties belonging to the Company and subsidiary companies;
- ii) Lien on fixed deposits belonging to the subsidiary companies; and
- iii) Corporate guarantee by the Company.

26. Material Litigation

The Group is not engaged in any material litigation for the current financial period ended 30 November 2015.

27. Proposed Dividend

The Board does not recommend any dividend for the current quarter ended 30 November 2015.

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28. Earnings per Share (“EPS”)

(i) Basic EPS

	<u>Individual Quarter</u>		<u>Cumulative Period</u>	
	<u>3 months ended</u>		<u>6 months ended</u>	
	<u>30.11.15</u>	<u>30.11.14</u>	<u>30.11.15</u>	<u>30.11.14</u>
Net profit for the period attributable to owners of the Company (RM'000)	2,735	598	4,991	2,796
Number of ordinary shares in issue ('000)	129,668	129,668	129,668	129,668
Basic earnings per share (sen)	<u>2.11</u>	<u>0.46</u>	<u>3.85</u>	<u>2.16</u>

(ii) Diluted EPS

The diluted earnings per ordinary share is not presented as the market value of the ordinary shares of the Company is lower than the exercise price for the outstanding warrants and any exercise of warrants would result in anti-dilution.

29. Profit for the period

Profit for the period has been arrived at:

	<u>Individual Quarter</u>		<u>Cumulative Period</u>	
	<u>3 months ended</u>		<u>6 months ended</u>	
	<u>30.11.15</u>	<u>30.11.14</u>	<u>30.11.15</u>	<u>30.11.14</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
After (crediting) / charging:-				
Depreciation & amortization	1,529	1,204	3,027	2,408
Inventories provision	-	(981)	300	1,009
Bad debts written off	-	5	-	5
Provision for doubtful debt	(993)	-	(993)	-
After crediting/(charging):-				
Gain on disposal of property, plant and equipment	(1)	28	27	43
Net (loss) / gain on foreign exchange	(2,250)	(95)	(3,997)	(229)
Government grants	241	142	347	236

30. Authorization for Issue

The interim financial report was authorized for issue by the Board of Directors in accordance with a resolution of the Board of Directors dated 26 January 2016.

BY ORDER OF THE BOARD

Yeong Ah Lek
Secretary
Date: 26 January 2016