

**DOMINANT ENTERPRISE BERHAD**  
**(Company No.221206-D)**

**CONDENSED CONSOLIDATED INCOME STATEMENTS (UNAUDITED)**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2009**

	<u>FYE2010</u>	<u>FYE2009</u>	<u>FYE2010</u>	<u>FYE2009</u>
	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter Ended 30.06.2009	Preceding Year Corresponding Quarter Ended 30.06.2008	Current Year To Date Ended 30.06.2009	Preceding Year Corresponding Quarter Ended 30.06.2008
	RM'000	RM'000	RM'000	RM'000
Revenue	76,532	93,750	76,532	93,750
Profit from Operations	5,876	6,125	5,876	6,125
Finance Costs	(506)	(803)	(506)	(803)
Investment Income	30	57	30	57
Profit Before Tax	5,400	5,379	5,400	5,379
Income Tax Expense	(1,208)	(1,168)	(1,208)	(1,168)
Profit After Tax	4,192	4,211	4,192	4,211
Attributable to :				
Equity holders of the parent	4,115	4,133	4,115	4,133
Minority Interest	77	78	77	78
	4,192	4,211	4,192	4,211
Earning Per Share				
- Basic (sen)	3.32	3.33	3.32	3.33
- Diluted (sen)	-	3.28	-	3.28

**The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2009 and the accompanying explanatory notes to the interim financial reports.**

**DOMINANT ENTERPRISE BERHAD**  
**(Company No.221206-D)**  
**CONDENSED CONSOLIDATED BALANCE SHEET (UNAUDITED)**  
**AS AT 30 JUNE 2009**

	As At 30 June 2009 RM'000	(Audited) As At 31 March 2009 RM'000
<b>ASSETS</b>		
<b><u>Non-Current Assets</u></b>		
Property, plant and equipment	46,526	45,054
Prepaid land lease payments	6,115	5,970
Goodwill	837	837
	53,478	51,861
<b><u>Current Assets</u></b>		
Inventories	49,017	45,667
Trade receivables	66,132	53,566
Other receivables and prepaid expenses	1,271	1,408
Cash and bank balances	11,103	9,228
	127,523	109,869
<b>TOTAL ASSETS</b>	<b>181,001</b>	<b>161,730</b>
<b>EQUITY AND LIABILITIES</b>		
<b><u>Equity Attributable To Equitable Holders Of The Parent</u></b>		
Issued capital	62,002	62,002
Treasury shares	(914)	(914)
Share premium	195	195
Other reserves	7,275	6,562
Retained Earning	40,113	35,998
	108,671	103,843
<b>Minority Interest</b>	1,238	1,161
<b>Total Equity</b>	109,909	105,004
<b><u>Non-Current Liabilities</u></b>		
Hire purchase payables	111	46
Finance lease payable	29	37
Bank borrowings	4,820	3,710
Deferred tax liabilities	2,195	2,195
	7,155	5,988
<b><u>Current Liabilities</u></b>		
Trade payables	17,701	11,623
Other payables and accrued expenses	4,274	2,677
Hire purchase payables	105	109
Finance lease payable	33	33
Bank borrowings	39,849	34,695
Tax liabilities	1,975	1,601
	63,937	50,738
<b>Total Liabilities</b>	71,092	56,726
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>181,001</b>	<b>161,730</b>
Net assets per share (RM)	0.8764	0.8374

**The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2009 and the accompanying explanatory notes to the interim financial reports.**

**DOMINANT ENTERPRISE BERHAD**

**(Company No.221206-D)**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (UNAUDITED)**

	<b>Issued Capital</b>	<b>Treasury Shares</b>	<b>Share Premium</b>	<b>Other Reserves</b>	<b>Retained Earning</b>	<b>Total</b>	<b>Minority Interest</b>	<b>Total Equity</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Balance as at 1 April 2008</b>	62,002	(914)	195	5,517	26,198	92,998	1,021	94,019
Net profit for the period	-	-	-	-	4,133	4,133	78	4,211
Dividend	-	-	-	-	-	-	-	-
Translation Surplus	-	-	-	726	-	726	-	726
<b>Balance as at 30 June 2008</b>	<u>62,002</u>	<u>(914)</u>	<u>195</u>	<u>6,243</u>	<u>30,331</u>	<u>97,857</u>	<u>1,099</u>	<u>98,956</u>
<b>Balance as at 1 April 2009</b>	62,002	(914)	195	6,562	35,998	103,843	1,161	105,004
Net profit for the period	-	-	-	-	4,115	4,115	77	4,192
Dividend	-	-	-	-	-	-	-	-
Translation surplus	-	-	-	713	-	713	-	713
<b>Balance as at 30 June 2009</b>	<u>62,002</u>	<u>(914)</u>	<u>195</u>	<u>7,275</u>	<u>40,113</u>	<u>108,671</u>	<u>1,238</u>	<u>109,909</u>

**The Condensed Consolidated Statements of Changes In Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2009 and the accompanying explanatory notes to the interim financial reports.**

**DOMINANT ENTERPRISE BERHAD**  
**(Company No.221206-D)**

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)**

	<b>Financial Period Ended 30.06.2009</b>	<b>Financial Period Ended 30.06.2008</b>
	<b>RM'000</b>	<b>RM'000</b>
Profit for the period	4,192	4,211
<b>Adjustments for : -</b>		
Non-cash items	353	490
Non-operating items	1,738	2,127
<i>Operating profit before changes in working capital</i>	<u>6,283</u>	<u>6,828</u>
<b>Changes in working capital</b>		
Net change in current assets	(14,497)	(12,200)
Net change in current liabilities	7,288	2,931
<i>Cash generated from / (used in) operations</i>	<u>(926)</u>	<u>(2,441)</u>
Interest paid	(44)	(28)
Income tax paid	(712)	(1,018)
<b>Net cash from / (used in) operating activities</b>	<u>(1,682)</u>	<u>(3,487)</u>
<b>Net cash from / (used in) investing activities</b>	<u>(2,099)</u>	<u>(1,018)</u>
<b>Net cash from / (used in) financing activities</b>	<u>5,257</u>	<u>6,881</u>
<b>Net Changes in Cash &amp; Cash Equivalents</b>	1,476	2,376
Adjustment for foreign exchange differentials	(50)	74
Cash & Cash Equivalents at beginning of period	6,893	7,895
Cash & Cash Equivalents at end of period	<u><u>8,319</u></u>	<u><u>10,345</u></u>

\* Cash and cash equivalents at end of financial period comprise the following :

Cash and bank balances	11,103	12,407
Less: Bank overdrafts (included within short term borrowings in Note B8)	(2,784)	(2,062)
	<u><u>8,319</u></u>	<u><u>10,345</u></u>

**The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 31st March 2009 and the accompanying explanatory notes to the interim financial reports.**

**UNAUDITED QUARTERLY REPORT ON FINANCIAL RESULTS FOR THE PERIOD ENDED 30 JUNE 2009**

**Notes to the Interim Financial Report**

**A1. Accounting Policies**

The interim financial reports are unaudited and have been prepared in accordance with FRS 134, Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements. The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2009.

**A2. Change in Accounting Policies**

The significant accounting policies adopted are consistent with those in the audited financial statements for the financial year ended 31 March 2009.

**A3. Audit Qualification on Annual Financial Statements**

The audit report of the Group's annual Financial Statements for the financial year ended 31 March 2009 was not subject to any qualification.

**A4. Seasonal or Cyclical Factors**

The Group's business operations are not significantly affected by any seasonal or cyclical factors.

**A5. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period.

**A6. Material Changes in Accounting Estimates**

There were no changes in accounting estimates for financial period under review.

**A7. Debts and Equity Securities**

There were no issuances, cancellations, share buy-backs, resale of treasury shares and repayment of debt and equity security during the financial quarter ended 30 June 2009.

**A8. Dividend Paid**

There were no dividend payments made in current quarter.

**A9. Segmental Reporting**

	<b>Revenue</b>	<b>Profit before</b>	<b>Assets</b>
	<b>RM'000</b>	<b>Taxation</b>	<b>Employed</b>
		<b>RM'000</b>	<b>RM'000</b>
Manufacturing Division	18,106	2,995	48,261
Distributing Division	58,426	2,291	113,991
	<u>76,532</u>	<u>5,286</u>	<u>162,252</u>
Unallocated corporate profit / assets		114	17,912
		<u>5,400</u>	<u>180,164</u>

**A10. Valuations of Property, Plant and Equipment**

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

**A11. Subsequent Material Events**

There are no subsequent material events that are required to be reflected in the current quarter.

**A12. Changes in the Composition of the Group**

There were no changes in Composition of the Group for current quarter under review.

**A13. Contingent Liabilities**

During the financial period, the Company had terminated the Corporate Guarantees amounting to RM 9.40 million granted in favour of HSBC Bank Malaysia Berhad for the banking facilities granted to the subsidiary companies as the said facilities have been fully repaid.

As of 30 June 2009, the Group has credit facilities from licensed banks, financial institutions and suppliers totalling RM 170.49million (RM 177.94 million in March 2009) which are guaranteed by the Company. Accordingly, the Company is contingently liable to the extent of credit facilities utilised by its subsidiary companies as of period-end amounting to about RM 48.30 million (RM 40.12 million in March 2009).

**A14. Capital Commitments**

As of 30 June 2009, the Group has the following capital commitments:

	<b>RM'000</b>
Contracted but not provided for :	
Construction of factory buildings	<u>2,564</u>

**Additional Information Required by the Bursa Malaysia Listing Requirements**

**B1. Review of the Performance**

For the financial period ended 30 June 2009, the Group recorded a revenue of RM 76.53 million, which represents a reduction of 18.37% as compared to RM 93.75 million in the preceding year corresponding quarter ended 30 June 2008. However, the profit before tax (“PBT”) had increase by 0.37% to RM 5.40 million due to better costs management.

**B2. Variation of Results Against Preceding Quarter**

For current quarter under review, the Group’s revenue growth 27.93% as compare to RM 59.82 million in the preceding quarter ended 31 March 2009. The PBT has also increase by 49.58% from RM3.61 million to RM 5.40 million.

**B3. Prospects**

The board anticipates prospects for current financial year would be more challenging as the effects of global economic downturn is likely to continue in year 2009. The board will remain focus on its current business and will continuously take necessary steps to maintain the profitability of the group.

**B4. Taxation**

The taxation is calculated based on the profit for the financial period ended 30 June 2009 comprises the following:

	<u>Current Quarter</u> RM’000	<u>Current Year To Date</u> RM’000
<u>Income tax Expenses :</u>		
Current Quarter/Year	1,208	1,208
Under-provision in Prior Quarter/Year	-	-
	<u>1,208</u>	<u>1,208</u>

The effective tax rate of the Group for financial period ended 30 June 2009 is lower than the statutory tax rate and this is principally due to utilisation of tax allowances.

**B5. Unquoted Investments and/or Properties**

There were no disposals of unquoted investment and/or properties for the quarter under review.

**B6. Quoted Securities**

There were no purchases or disposals of quoted securities for the quarter under review.

**B7. Status of Corporate Proposals**

There was no corporate proposal for the quarter under review.

**B8. Borrowings**

The Group's borrowings as at the end of the reporting period are 100% unsecured :-

	As At 30 June 2009 RM'000	As At 31 March 2009 RM'000
Short Term Borrowing	39,849	34,695
Long Term Borrowing	4,820	3,710
	<hr/>	<hr/>
	44,669	38,405
	=====	=====

**B9. Off Balance Sheet Financial Instruments**

There was no financial instrument with off balance sheet risk as at the date of this report.

**B10. Material Litigation**

There was no change in material litigation since the last audited annual balance sheet date.

**B11. Proposed Dividend**

(a) For financial year ended 31 March 2009

A first and final dividend of 1.5 sen per share, tax exempt, for the financial year ended 31 March 2009 had been declared and subject to shareholders' approval at the forthcoming Annual General Meeting to be held on 14 September 2009. The dividend if approved will be payable on 29 September 2009 to shareholders whose name appear in the Record of Depositors at the close of business on 15 September 2009.

(b) For financial year ending 31 March 2010

The Board proposed a first interim dividend of 1 sen per share, less 25% tax, for the financial year ending 31 March 2010 to be paid on 29 September 2009 to shareholders whose names appear in the Record of Depositors at the close of business on 15 September 2009.

**B12. Earnings Per Share ("EPS")**

The EPS is derived as follow :-

	<b>Current Quarter</b>	<b>Current Year To Date</b>
Net profit for the period/year (RM'000)	4,115	4,115
Weighted average number of ordinary shares ('000)	124,003	124,003
Adjusted weighted average number of ordinary shares for calculating diluted EPS ('000)	N/A	N/A
EPS (sen)	3.32	3.32
Diluted EPS (sen)	Anti- dilution	Anti- dilution