

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

**CONDENSED CONSOLIDATED INCOME STATEMENTS (UNAUDITED)**  
**FOR THE FOURTH QUARTER ENDED 31 MARCH 2010**

	<u>FYE2010</u>	<u>FYE2009</u>	<u>FYE2010</u>	<u>FYE2009</u>
	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Quarter Ended 31.03.2010	Preceding Year Corresponding Quarter Ended 31.03.2009	Current Year To Date Ended 31.03.2010	Preceding Year Corresponding Quarter Ended 31.03.2009
	RM'000	RM'000	RM'000	RM'000
Revenue	78,134	59,791	309,730	308,912
Profit from Operations	5,608	3,846	20,648	18,331
Finance Costs	(265)	(260)	(1,465)	(2,389)
Investment Income	68	38	220	207
Profit Before Tax	5,411	3,624	19,403	16,149
Income Tax Expense	(1,378)	(1,408)	(4,917)	(4,371)
Profit After Tax	4,033	2,216	14,486	11,778
Attributable to :				
Equity holders of the parent	3,988	2,264	14,242	11,638
Minority Interest	45	(48)	244	140
	4,033	2,216	14,486	11,778
Earning Per Share				
- Basic (sen)	3.21	1.83	11.48	9.39
- Diluted (sen)	3.14	N/A	N/A	N/A

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 31 MARCH 2010**

	As At 31 Mar 2010 RM'000	As At 31 Dec 2009 RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	52,346	46,752
Prepaid land lease payments	5,796	6,073
Goodwill	837	837
	<u>58,979</u>	<u>53,662</u>
<b>Current Assets</b>		
Inventories	63,303	54,636
Trade receivables	62,901	64,250
Other receivables and prepaid expenses	1,250	1,100
Cash and bank balances	15,761	14,860
	<u>143,215</u>	<u>134,846</u>
<b>TOTAL ASSETS</b>	<b>202,194</b>	<b>188,508</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity Attributable To Equitable Holders Of The Parent</b>		
Issued capital	62,081	62,002
Treasury shares	(914)	(914)
Share premium	196	195
Other reserves	11,040	7,430
Retained Earning	45,643	42,576
	<u>118,046</u>	<u>111,289</u>
<b>Minority Interest</b>	1,405	1,360
<b>Total Equity</b>	<u>119,451</u>	<u>112,649</u>
<b>Non-Current Liabilities</b>		
Hire purchase payables	182	195
Finance lease payable	11	12
Bank borrowings	6,082	6,421
Deferred tax liabilities	2,347	2,195
	<u>8,622</u>	<u>8,823</u>
<b>Current Liabilities</b>		
Trade payables	19,195	20,093
Other payables and accrued expenses	4,744	3,980
Hire purchase payables	201	246
Finance lease payable	23	33
Bank borrowings	48,360	40,265
Tax liabilities	1,598	2,419
	<u>74,121</u>	<u>67,036</u>
<b>Total Liabilities</b>	<u>82,743</u>	<u>75,859</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>202,194</b>	<b>188,508</b>
Net assets per share (RM)	0.9507	0.8975

**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)**

	<u>Issued Capital</u> RM'000	<u>Treasury Shares</u> RM'000	<u>Share Premium</u> RM'000	<u>Other Reserves</u> RM'000	<u>Retained Earning</u> RM'000	<u>Total</u> RM'000	<u>Minority Interest</u> RM'000	<u>Total Equity</u> RM'000
<b>Balance as at 1 April 2008</b>	62,002	(914)	195	5,517	26,198	92,998	1,021	94,019
Revaluation Surplus	-	-	-	1,263	-	1,263	-	1,263
Net profit for the year	-	-	-	-	11,638	11,638	140	11,778
Dividend	-	-	-	-	(1,838)	(1,838)	-	(1,838)
Translation Surplus / (deficits)	-	-	-	(218)	-	(218)	-	(218)
<b>Balance as at 31 Mar 2009</b>	<u>62,002</u>	<u>(914)</u>	<u>195</u>	<u>6,562</u>	<u>35,998</u>	<u>103,843</u>	<u>1,161</u>	<u>105,004</u>
<b>Balance as at 1 April 2009</b>	62,002	(914)	195	6,562	35,998	103,843	1,161	105,004
Issuance of shares - pursuant to ESOS	79	-	1	-	-	80	-	80
Net profit for the year	-	-	-	-	14,242	14,242	244	14,486
Dividend	-	-	-	-	(4,597)	(4,597)	-	(4,597)
Revaluation Surplus	-	-	-	4,133	-	4,133	-	4,133
Translation Surplus / (deficits)	-	-	-	345	-	345	-	345
<b>Balance as at 31 Mar 2010</b>	<u>62,081</u>	<u>(914)</u>	<u>196</u>	<u>11,040</u>	<u>45,643</u>	<u>118,046</u>	<u>1,405</u>	<u>119,451</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 Year Ended 31.03.2010</b>	<b>Financial Year Ended 31.03.2009</b>
	<b>RM'000</b>	<b>RM'000</b>
Profit for the year	14,486	11,778
<b>Adjustments for : -</b>		
Non-cash items	2,117	2,364
Non-operating items	6,335	7,218
<i>Operating profit before changes in working capital</i>	<u>22,938</u>	<u>21,360</u>
<b>Changes in working capital</b>		
Net change in current assets	(27,016)	22,490
Net change in current liabilities	9,638	(5,598)
<i>Cash generated from / (used in) operations</i>	<u>5,560</u>	<u>38,252</u>
Interest paid	(112)	(288)
Income tax expenses	(4,789)	(4,470)
<b>Net cash from / (used in) operating activities</b>	<u>659</u>	<u>33,494</u>
<b>Net cash from / (used in) investing activities</b>	(4,915)	(7,343)
<b>Net cash from / (used in) financing activities</b>	<u>11,134</u>	<u>(27,147)</u>
<b>Net Changes in Cash &amp; Cash Equivalents</b>	6,878	(996)
Adjustment for foreign exchange differentials	109	(6)
Cash & Cash Equivalents at beginning of year	6,893	7,895
Cash & Cash Equivalents at end of year	<u><u>13,880</u></u>	<u><u>6,893</u></u>

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

Cash and bank balances	15,761	9,228
Less: Bank overdrafts (included within short term borrowings in Note B8)	(1,881)	(2,335)
	<u><u>13,880</u></u>	<u><u>6,893</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 31 MARCH 2010**

**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**

In the 4<sup>th</sup> Quarter ended 31<sup>st</sup> March 2010, 158,000 new ordinary shares were issued and allotted pursuant to the exercise of ESOS, of which, 64,000 share are allotted at an option price of RM 0.50, and 94,000 share are allotted at an option price of RM 0.51. A total of 158,000 new ordinary shares were issued and allotted during the financial year ended 31 March 2010.

**A8. Dividend Paid**

A third interim dividend of 1 sen per share less 25% tax in respect of financial year ended 31 March 2010, total amounting to RM 920,391 was paid by the company on 29 March 2010.

**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	64,684	8,537	53,094
Distributing Division	245,046	11,409	124,351
	<u>309,730</u>	<u>19,946</u>	<u>177,445</u>
Other & Unallocated corporate loss / assets		(543)	23,913
		<u>19,403</u>	<u>201,358</u>

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

Some of the freehold land and buildings of the group were revaluated in current quarter based on valuation carried out by an independent firm of professional valuers.

**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**

As of 31 March 2010, the Group has credit facilities from licensed banks, financial institutions and suppliers totalling RM 193.11 million (RM 188.30 million in Dec 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 year-end amounting to about RM 59.71 million (RM 49.53 million in Dec 2009).

**A14. Capital Commitments**

There is no material capital commitment as at financial year ended 31 March 2010.

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

**B1. Review of the Performance**

For the fourth quarter ended 31 March 2010, the Group recorded a revenue of RM 78.13 million. This represented an increase of 30.67% as compared to RM 59.79 million in the preceding year corresponding quarter ended 31 March 2009. The profit before tax (“PBT”) had also increased by 49.44% to RM 5.41 million. The improvement in PBT was mainly attributable to the higher profit margin contributed from the newly developed products and effective costs management.

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

For current quarter under review, the Group’s revenue has decreased by 2.83% from RM 80.41 million in the preceding quarter ended 31 December 2009. However, the PBT has increased by 35.93% from RM 3.98 million to RM 5.41 million as a results from the higher profit margin of certain products.

**B3. Prospects**

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 31 March 2010 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	1,378	5,014
Under/(over) provision in Prior Quarter/Year	-	(97)
	<u>1,378</u>	<u>4,917</u>

The effective tax rate is higher than the statutory tax rate due to certain tax disallowed expenses incurred and the operating loss incurred by one of the overseas subsidiary company which cannot be offset against taxable profit in Malaysia.

**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 31 March 2010 RM'000	As At 30 Dec 2009 RM'000
Short Term Borrowing	48,360	40,265
Long Term Borrowing	6,082	6,421
	<hr/>	<hr/>
	54,442	46,686
	=====	=====

**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**

The Board of directors propose a final dividend of 1sen, less 25% tax, in respect of the current financial year. This dividend is subject to approval by the shareholders at the forthcoming Annual General Meeting of the Company, and has not been included as a liability in the financial statements. The dates of entitlement and payment will be determined at a later stage.

**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)	3,988	14,242
Weighted average number of ordinary shares ('000)	124,118	124,032
Adjusted weighted average number of ordinary shares for calculating diluted EPS ('000)	127,153	N/A
EPS (sen)	3.21	11.48
Diluted EPS (sen)	3.14	Anti- dilution