



OPCOM HOLDINGS BERHAD

(Company No: 322661-W)

QUARTERLY REPORT

On consolidated results for the fourth quarter ended 31 March 2009

The Directors are pleased to announce the following:

Unaudited Condensed Consolidated Income Statement for the Fourth Quarter Ended 31 March 2009

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 31/03/2009 RM'000	Preceding Year Corresponding Quarter 31/03/2008 RM'000	Current Year To Date 31/03/2009 RM'000	Preceding Year Corresponding Period 31/03/2008 RM'000
Revenue		16,942	18,380	62,805	55,069
Cost of sales		(11,797)	(9,199)	(43,896)	(35,914)
Gross profit		5,145	9,181	18,909	19,155
Other income		196	148	836	606
Administrative expenses		(1,585)	(5,438)	(6,145)	(8,846)
Distribution costs		(397)	(614)	(3,046)	(1,723)
Other expenses		(117)	(158)	(192)	(726)
Other gain and losses		-	29	50	29
Finance costs		-	-	-	-
Profit before tax		3,242	3,148	10,412	8,495
Income tax expense	B5	(706)	(741)	(2,337)	(2,146)
Profit for the period		2,536	2,407	8,075	6,349
Attributable to:					
Equity holders of the parent		1,828	1,794	6,015	4,558
Minority interest		708	613	2,060	1,791
		2,536	2,407	8,075	6,349
Earnings per share attributable to equity holders of the parent:					
Basic, for profit for the period (sen)	B13	<u>1.42</u>	<u>1.39</u>	<u>4.66</u>	<u>3.53</u>

The unaudited Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 31 March 2008.

**OPCOM HOLDINGS BERHAD**

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Unaudited Condensed Consolidated Balance Sheet as at 31 March 2009

	Note	As At End Of Current Quarter 31/03/2009 RM'000	As At Preceding Financial Year End 31/03/2008 RM'000
Non-current assets			
Property, plant and equipment	A9	26,663	25,640
Prepaid lease payments		10,944	11,118
		<u>37,607</u>	<u>36,758</u>
Current assets			
Inventories		9,600	8,292
Trade and other receivables		18,884	18,948
Cash and cash equivalents		36,277	33,895
Tax recoverable		168	436
		<u>64,929</u>	<u>61,570</u>
TOTAL ASSETS		<u>102,536</u>	<u>98,329</u>
EQUITY AND LIABILITIES			
Share capital		25,800	25,800
Share premium		5,812	5,812
Capital reserve		3	3
Retained earnings		36,908	34,124
		<u>68,523</u>	<u>65,739</u>
Minority interest		<u>15,097</u>	<u>14,459</u>
Total equity		<u>83,620</u>	<u>80,198</u>
Non-current liabilities			
Deferred tax liabilities		2,229	2,863
		<u>2,229</u>	<u>2,863</u>
Current liabilities			
Trade and other payables		16,687	13,654
Taxation		-	-
Dividend payable		-	1,613
		<u>16,687</u>	<u>15,268</u>
Total liabilities		<u>18,916</u>	<u>18,131</u>
TOTAL EQUITY AND LIABILITIES		<u>102,536</u>	<u>98,329</u>

The unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the financial year ended 31 March 2008.

**OPCOM HOLDINGS BERHAD**

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Unaudited Condensed Consolidated Statement of Changes in Equity for the Fourth Quarter Ended 31 March 2009

Group	Non Distributable		Capital reserve RM'000	Distributable Retained profits RM'000	Minority interest RM'000	Total RM'000
	Share capital RM'000	Share premium RM'000				
At 1 April 2008	25,800	5,812	3	34,124	14,459	80,198
Net profit for the period	-	-	-	6,015	2,060	8,075
Dividends	-	-	-	(3,231)	(1,422)	(4,653)
At 31 March 2009	<u>25,800</u>	<u>5,812</u>	<u>3</u>	<u>36,908</u>	<u>15,097</u>	<u>83,620</u>
At 1 April 2007	25,800	5,812	3	32,469	13,538	77,622
Net profit for the period	-	-	-	4,557	1,791	6,348
Dividends	-	-	-	(2,902)	(870)	(3,772)
At 31 March 2008	<u>25,800</u>	<u>5,812</u>	<u>3</u>	<u>34,124</u>	<u>14,459</u>	<u>80,198</u>

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 March 2008.

**OPCOM HOLDINGS BERHAD**

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Unaudited Condensed Consolidated Cash Flow Statement for the Fourth Quarter Ended 31 March 2009

	31/03/2009 RM'000	31/03/2008 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	10,412	8,495
Adjustments for:		
Non-cash items	2,594	2,640
Non-operating items	(895)	(606)
Operating profit before working capital changes	<u>12,111</u>	<u>10,529</u>
Changes in working capital:		
Inventories	(1,308)	(1,082)
Trade and other receivables	64	12,139
Trade and other payables	1,611	3,630
Cash generated from operations	<u>12,477</u>	<u>25,216</u>
Tax paid	(2,702)	(1,730)
Net cash generated from operating activities	<u>9,775</u>	<u>23,486</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(3,529)	(4,215)
Proceeds from disposal of property, plant & equipment	85	345
Proceeds from disposal of subsidiary	50	-
Interest received	845	577
Net cash used in investing activities	<u>(2,549)</u>	<u>(3,293)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(4,845)	(2,256)
Interest paid	-	-
Net cash used in financing activities	<u>(4,845)</u>	<u>(2,256)</u>
Net increase in cash and cash equivalents	2,381	17,937
Cash and cash equivalents at beginning of period	33,895	15,958
Cash and cash equivalents at end of period	<u>36,277</u>	<u>33,895</u>

The unaudited Condensed Consolidation Cash Flow Statement should be read in conjunction with the audited financial statements for the financial year ended 31 March 2008.



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Notes on the quarterly report - 31 March 2009

A. EXPLANATORY NOTES AS PER FINANCIAL REPORTING STANDARD (“FRS”) 134, INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim unaudited financial statements for the quarter under review have been prepared in compliance with the Financial Reporting Standards FRS 134, Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2008. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 March 2008.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the year ended 31 March 2008.

A2. Audit Report

There were no audit qualifications on the annual financial statements for the financial year ended 31 March 2008.

A3. Seasonality of interim operations

The fiber optic cables market is observed to be seasonal in nature and dependent on the general economic and business environment. Given the Group's long experience in fiber optic cables market, the Group is well positioned to ameliorate any seasonal fluctuation of demand for its products.

A4. Unusual items

During the quarter under review, there were no items or events that have arisen, which affected assets, liabilities, equity, net income or cash flows, that were unusual by reason of their nature, size or incidence.

A5. Changes in estimates

There were no changes in the estimates of amounts reported that have a material effect in the quarter under review.

A6. Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review.

A7. Dividends paid

An interim dividend of 1.69 sen per ordinary share less 26% tax for financial year ended 31 March 2008 was fully paid on 2 May 2008. The Company paid its first interim dividend of 1.34 sen per ordinary share less 25% tax for current financial year on 17 October 2008. Subsequently, the Company paid its second interim dividend of 1.5 sen per ordinary share tax exempt for current financial year on 20 February 2009.

A8. Segmental reporting

The Group operates wholly in Malaysia.

The Group's segmental report for the financial period is as follows:-

31 March 2009

Business Segments

	Manufacturing RM'000	Trading & Engineering Services RM'000	Other Operations RM'000	Total RM'000	Elimination RM'000	Consolidated RM'000
Revenue:						
External Revenue	62,170	310	325	62,805		62,805
Intersegment revenue	-	12,588	5,328	17,916	(17,916)	-
Total revenue	62,170	12,898	5,653	80,721	(17,916)	62,805
Segment results	7,822	1,523	1,489	10,834	(1,126)	9,708
Unallocated expenses						(191)
Operating Profit						9,517
Interest income						845
Unallocated income						50
Profit before tax						10,412



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A8. Segmental reporting (cont'd)

31 March 2008

Business Segments

	Manufacturing RM'000	Trading & Engineering Services RM'000	Other Operations RM'000	Total RM'000	Elimination RM'000	Consolidated RM'000
Revenue:						
External Revenue	48,363	6,428	278	55,069		55,069
Intersegment revenue		446	4,814	5,260	(5,260)	-
Total revenue	<u>48,363</u>	<u>6,874</u>	<u>5,092</u>	<u>60,329</u>	<u>(5,260)</u>	<u>55,069</u>
Segment results	7,388	(408)	1,082	8,062		8,062
Unallocated expenses						(119)
Operating Profit						<u>7,943</u>
Interest income						552
Profit before tax						<u>8,495</u>

A9. Valuations of property, plant and equipment

The Group did not carry out any valuation on its property, plant and equipment.

A10. Material events subsequent to the end of the interim period

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

A11. Changes in the composition of the Group

There were no changes in the composition of the Group during the quarter under review.

A12. Changes in contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets as to the date of this report except the following:

	As at 31 March 2009 RM'000	As at 31 March 2008 RM'000
Performance and warranty bonds issued to customers	<u>2,996</u>	<u>5,189</u>



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Notes on the quarterly report - 31 March 2009

B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

B1. Review of Performance

For the quarter under review, the Group registered a revenue of RM16.9million and profit before tax of RM3.2million as compared to revenue and profit before tax of RM18.4million and RM3.1million respectively in the preceding year's corresponding quarter. The revenue in current quarter was lower but the profitability was marginally higher than preceding year's corresponding quarter, this was due to sales of more profitable cable product range in the current quarter.

B2. Variation of results against the immediate preceding quarter

In the quarter ended 31 March 2009, the Group's revenue was reduced to RM16.9million as compared to the immediate preceding quarter of RM18.0million. The Group registered a profit before tax of RM3.2million in the current quarter as compared to RM2.7million in the immediate preceding quarter. The variances were mainly due to sales of more profitable cable product range in the current quarter compared to immediate preceding quarter.

B3. Prospect

The Board is positive of the Group's performance for the next financial year in view of Telekom Malaysia Berhad's award of a 2-year contract with a contract value of RM359.6million to a subsidiary of the Group for the period from 21 April 2009 to 20 April 2011.

B4. Profit forecast and profit guarantee

The Company has not issued any profit forecast and profit guarantee.

B5. Taxation

	Individual quarter ended		Cumulative quarter ended	
	31 March 2009 RM'000	31 March 2008 RM'000	31 March 2009 RM'000	31 March 2008 RM'000
Current tax expense	1,897	593	2,971	1,804
Deferred taxation	(1,191)	148	(634)	342
	<u>706</u>	<u>741</u>	<u>2,337</u>	<u>2,146</u>

The Group recorded a tax expense of RM706,000 and RM2,337,000 for current quarter and year to date respectively. The Group's effective tax rate for the financial year ended 31 March 2009 was lower than the statutory tax rate of 25%. This was mainly due to availability of reinvestment allowance in one subsidiary.

B6. Profits/(Losses) on Sale of Unquoted Investments and/or Properties

There was no disposal of unquoted investments or properties during the quarter under review.

B7. Purchase and Disposal of Quoted Securities

There was no purchase or disposal of quoted securities during the current quarter under review.

B8. Status of corporate proposals as at 28 May 2009

(being a date not earlier than seven (7) days from the date of issue of the quarterly report)

There was no corporate proposal announced but not completed as at 28 May 2009.

B9. Group borrowings and Debt Securities

The Group has no borrowings and debt securities as at 28 May 2009.



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Notes on the quarterly report - 31 March 2009

B10. Off Balance Sheet Financial Instruments as at 28 May 2009

(being a date not earlier than seven (7) days from the date of issue of the quarterly report)

There were no off balance sheet financial instruments as at 28 May 2009, being the latest practicable date.

B11. Material litigation as at 28 May 2009

(being a date not earlier than seven (7) days from the date of issue of the quarterly report)

The Group has no outstanding material litigation as at 28 May 2009, being the latest practicable date.

B12. Dividends

No dividend has been declared for the current quarter (31 March 2008: 1.35 sen per ordinary share less 26% tax and 1.69 sen per ordinary share less 26% tax). The total net dividends per ordinary share declared to date, for current financial year ended 31 March 2009 is 2.51 sen per ordinary share (31 March 2008 : 2.25 sen per ordinary share).

B13. Earnings per share

	Individual quarter ended		Cumulative quarter ended	
	31 March 2009	31 March 2008	31 March 2009	31 March 2008
Net profit for the period (RM'000)	1,828	1,794	6,015	4,558
Total number of ordinary shares in issue ('000)	129,000	129,000	129,000	129,000
Basic earnings per share (sen)	<u>1.42</u>	<u>1.39</u>	<u>4.66</u>	<u>3.53</u>
Fully diluted earnings per share	<u>Not applicable</u>	<u>Not applicable</u>	<u>Not applicable</u>	<u>Not applicable</u>