

SUPERCOMNET TECHNOLOGIES BERHAD**(Company No. : 197527-H)****(Incorporated in Malaysia)****UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2010
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Note	(Unaudited)		(Unaudited)	
		Second Quarter Ended 30.06.2010	30.06.2009	Cumulative Quarter Ended 30.06.2010	30.06.2009
		RM ' 000	RM ' 000	RM ' 000	RM ' 000
Revenue		8,787	4,309	17,420	8,551
Cost of Goods Sold		(7,914)	(3,109)	(16,113)	(7,573)
Gross Profit		873	1,200	1,307	978
Other Operating Income (Net)	#	187	36	411	270
Administrative Expenses		(619)	(749)	(1,661)	(1,713)
Selling and Marketing Expenses		(167)	(88)	(406)	(161)
Other Operating Expenses		(55)	(48)	(128)	(103)
Profit /(Loss) from operation		219	351	(477)	(729)
Finance Costs, net		(9)	(9)	(18)	(26)
Share of profit / (loss) of associated company		515	240	922	499
Profit / (Loss)		725	582	427	(256)
Taxation	18	(55)	-	(55)	-
Profit / (Loss) after tax		670	582	372	(256)
Other comprehensive income, net of tax		-	-	-	-
Total comprehensive income for the period		670	582	372	(256)
Attributable to :					
Equity holders of the parent		670	582	372	(256)
Minority interests		-	-	-	-
		670	582	372	(256)
Earnings/(Loss) per share attributable to equity holders of the parent in sen					
EPS - Basic (sen)	26a	0.28	0.24	0.15	(0.11)
- Diluted	26b	-	-	-	-

Note # : Net Other Operating Income

Property, plant and equipment written off	(1)	(1)	(2)	(4)
Loss in disposal of property, plant and equipment	-	-	(1)	-
Bad Debts Recovered	-	-	-	163
Gains from scrap and other disposal	156	51	360	96
Rental Income	31	9	62	18
Interest Income	-	(11)	1	15
Loss in foreign exchange	1	(12)	(9)	(18)
	187	36	411	270

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statement of the Group for the year ended 31st December, 2009

SUPERCOMNET TECHNOLOGIES BERHAD

(Company No. : 197527-H)

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2010 CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	(Unaudited)	(Audited)
Note	As At End Of Current Quarter 30.06.2010 RM ' 000	As At Preceding Financial Year End 31.12.2009 RM ' 000
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	8,652	9,261
Prepaid Lease Payments	2,427	2,454
Investment in associated company	2,243	1,321
	13,322	13,036
Current Assets		
Inventories	12,206	10,595
Trade and Other Receivables	8,989	8,453
Tax (Prepaid)	500	739
Short-term deposit with licensed bank	2	2
Cash and Bank Balance	2,274	2,739
	23,971	22,528
Total Assets	37,293	35,564
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share Capital	24,300	24,300
Reserves - Share Premium	5,937	5,937
- Revaluation Reserve	1,547	1,547
- Retained Profit	730	358
	32,514	32,142
Non-Current Liability		
Deferred Taxation	733	678
	733	678
Current Liabilities		
Trade Payables	3,251	1,866
Other Payables	248	289
Accrued expenses	547	589
	4,046	2,744
Total Liabilities	4,779	3,422
TOTAL EQUITY AND LIABILITIES	37,293	35,564
Net asset per share (RM)	0.13	0.13

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statement of the Group for the year ended 31st December , 2009

SUPERCOMNET TECHNOLOGIES BERHAD**(Company No. : 197527-H)****(Incorporated in Malaysia)****UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2010
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	(Unaudited) 2010 6 months ended 30.06.2010 RM ' 000	(Unaudited) 2009 6 months ended 30.06.2009 RM ' 000
Net Profit /(Loss) before Tax	427	(256)
Adjustment for non - cash items :-		
Depreciation of property,plant and equipment	686	913
Property,plant and equipment written off	2	4
Amortisation of Prepaid Lease Payments	27	27
Loss on disposal of property, plant and equipment	1	-
Interest Expenses	-	7
Interest Income	(1)	(15)
Share of (profit) / loss of an associate company	(922)	(499)
Operating profit / (loss) before changes in working capital	<u>220</u>	<u>181</u>
Changes in Working Capital :-		
Net Change in Inventories : (Increase) /Decrease	(1,611)	(304)
Net Change in current assets : Decrease/ (Increase)	(536)	3,527
Net Change in current liabilities : Increase	<u>1,302</u>	<u>498</u>
Cash generated from operation	(625)	3,902
Tax paid	(148)	(286)
Tax refund	387	0
Net cash flow generated from operating activities	<u>(386)</u>	<u>3,616</u>
CASH FLOWS FROM INVESTING ACTIVITIES :-		
Interest received	1	15
Purchase of property, plant & equipment	(82)	(140)
Proceeds from disposal of property, plant & equipment	2	-
Additional Investment in Associate company	0	(250)
Net cash (used in) investing activities	<u>(79)</u>	<u>(375)</u>
CASH FLOWS FROM FINANCING ACTIVITIES :-		
Interest Paid	0	(7)
Net cash (used in) financing activities	<u>0</u>	<u>(7)</u>
Net change in Cash & Cash Equivalents	(465)	3,234
Cash & Cash Equivalents at beginning of period	2,739	2,885
Cash & Cash Equivalents at end of period	<u><u>2,274</u></u>	<u><u>6,119</u></u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statement of the Group for the year ended 31st December, 2009

SUPERCOMNET TECHNOLOGIES BERHAD

(Company No. : 197527-H)

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2010 CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	(Unaudited)				
	<---- Attributable to equity holders of the parent ----->				
	Share Capital	Share Premium	Revaluation Reserve	Retained Profit	Total
	RM ' 000	RM ' 000	RM ' 000	RM ' 000	RM ' 000
<u>Current 6 months ended 30.06.2010</u>					
Balance as of 1st January , 2010	24,300	5,937	1,547	358	32,142
Total comprehensive income for the period	-	-	-	372	372
Balance as of 30th June ,2010	<u>24,300</u>	<u>5,937</u>	<u>1,547</u>	<u>730</u>	<u>32,514</u>
<u>Preceding Year's 6 months ended 30.06.2009</u>					
Balance as of 1st January, 2009	24,300	5,937	1,503	2,553	34,293
Total comprehensive income for the period	-	-	-	(256)	(256)
Balance as of 30th June, 2009	<u>24,300</u>	<u>5,937</u>	<u>1,503</u>	<u>2,297</u>	<u>34,037</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statement of the Group for the year ended 31st December, 2009

SUPERCOMNET TECHNOLOGIES BERHAD
(Company No. : 197527-H)
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QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 30th JUNE, 2010

NOTES TO THE INTERIM FINANCIAL REPORT

1. Basis Of Preparation

This interim financial report is based on the unaudited financial statements for the quarter ended 30th June 2010 and has been prepared in compliance with FRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad(" Bursa Securities") for the ACE Market ("AMLR").

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2009. The 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 financial year ended 31 December 2009.

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 December 2009 except for the adoption of the following new Financial Reporting Standards (FRSs), Amendment to FRSs and Interpretations with effect from 1 January 2010.

On 1 January 2010, the Group adopted the following FRSs :-

FRS 4	Insurance Contract
FRS 7	Financial instruments : Disclosure
FRS 8	Operating Segments
FRS 101	Presentation of Financial Statements (Revised 2009)
FRS 123	Borrowing Costs
FRS 139	Financial instruments : Recognition and Measurement
Amendments to FRS 1	First time Adoption of Financial Reporting Standards
Amendments to FRS 2	Share-based Payment : Vesting Conditions and Cancellations
Amendments to FRS 7	Financial Instruments : Disclosures
Amendments to FRS 127	Consolidated and Separate Financial Statements
Amendments to FRS 132	Financial Instruments : Presentation
Amendments to FRS 139	Financial Instruments : Recognition and Measurements

Improvements to FRSs(2009)

IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 - Group and Treasury Share
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	FRS 119- The Limit on a Defined Benefit Asset, Minimum Funding Requirments and their Interaction

Other than for the application of FRS 101 and FRS 139 , the application of the above FRSs, Amendments to FRSs and Interpretations did not result in any changes in the accounting policies and presentation of the financial result of the Group.

FRS 101 : Presentation of Financial Statements

FRS 101 separates owner and non-owner changes in equity. Therefore, the current consolidated statements of changes in equity only includes details of transaction with owners. All non-owners changes in equity are presented as a single line labeled as total comprehensive income. This standard does not have any impact on the financial position and results of the Group.

FRS 139 : Financial Instruments : Recognition and Measurement

FRS 139 sets out the new requirements for the recognition and measurement of the Group's financial instruments. Financial instruments are recorded initially at fair value. Subsequent measurement of the financial instruments at the balance sheet date reflects the designation of the financial instruments. The Group determines the classification at initial recognition and for the purpose of the first adoption of the standard, as at transitional date on 1 January 2010. The adoption of FRS 139 does not have any significant impact on the profit for the financial year-to-date.

2. Audit Report of Preceding Annual Financial Statements

The auditors' report on the preceding annual financial statements was not subject to any qualification.

3. Seasonal or Cyclical Factors

The business operations of the Group were not materially affected by any seasonal or cyclical factors.

4. Unusual Material Event

There was no unusual material event during the quarter.

5. Material Change In Estimates

There were no changes in estimates which materially affect the current interim period.

6. Changes in Debt and Equity Securities

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the current financial period.

7. Dividends Paid

There was no dividend paid during the quarter.

8. Segmental Reporting

No segmental analysis is prepared as the Group is primarily operating in the manufacture of wires and cables for harnessing and electronic devices.

9. Valuations of Property, Plant and Equipment

Not applicable as the Group did not revalue its property, plant and equipment during the current financial period.

10. Material Subsequent Events

There were no material subsequent events.

11. Changes in the Composition of The Group

There was no change in the composition of the Group during the financial period under review.

12. Contingent Liabilities and Contingent Assets

The Group had no contingent liabilities and contingent assets as at 30th June 2010

13. Capital Commitments

There were no commitment for purchases of property, plant and equipment as at 30th June 2010

SUPERCOMNET TECHNOLOGIES BERHAD
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QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 30th JUNE, 2010

ADDITIONAL INFORMATION REQUIRED BY BM LISTING REQUIREMENTS

14. Review of Performance

For the quarter under review, total revenue increases by 104% from RM 4.31 million to RM 8.79 million due to higher customers demand.

The group posted a profit after tax of RM 0.67 million as compared to a profit of RM 0.58 million for the same quarter of the preceding year, representing an increment in profit of RM 0.09 million. The increment in profit of RM 0.09 million was a result of the low profit margin arising from the higher copper price and also due to the low profit margin earned from the big customer and contribution from the associated company.

15. Comparison with Immediate Preceding Quarter's Result

On a quarter to quarter basis, the Group posted a profit after tax of RM 0.67 million as compared to a loss after tax RM 0.3 million for the immediate preceding quarter due to reasons as stated in note 14.

16. Prospects For The Financial Year

In view of the current very challenging economic scenario, the management continue to explore seriously measures to improve the group's marketing strategy, strict costs control measures and find some new products with higher profitability so as to improve our financial performance.

17. Profit Forecast or Guarantee

There was no profit forecast or guarantee made public during the financial period under review.

18. Taxation

Taxation comprises the following :-

Estimate tax expenses

Taxation payable for current quarter

Transfer to /(from) deferred taxation

	Individual Quarter 30.06.10 RM ' 000	Individual Quarter 30.06.09 RM ' 000	Cumulative Quarter	
			30.06.10 RM ' 000	30.06.09 RM ' 000
	-	-	-	-
	55	-	55	-
	<u>55</u>	<u>-</u>	<u>55</u>	<u>-</u>

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

There were no sales of unquoted investments or properties during the financial period under review.

20. Quoted Securities and Investments

There were no purchases or disposals of quoted securities during the quarter under review and there were no new material investments as at the end of the reporting period.

21. Corporate Proposals

There were no corporate proposals announced but not completed at the date of this report.

22. Borrowings and Debts Securities

Group borrowings as at the end of the reporting period are as follows:-

Secured Short Term Borrowings :-
Bank Overdraft

	30.06.10 RM'000	30.06.09 RM'000
	-	-
	<u>-</u>	<u>-</u>

23. Off Balance Sheet Financial Instruments

There was no off balance sheet financial instrument utilized as at the date of this announcement.

24. Changes in Material Litigation

There was no material litigation pending on the date of this announcement.

25. Dividends Paid

Dividend declared and paid :

The Group and The Company	
2010	2009
RM ' 000	RM ' 000
nil	nil

26. Earnings F (a) Basic EPS

	Individual Quarter		Cumulative Quarter	
	30.06.10	30.06.09	30.06.10	30.06.09
Profit/(loss) attributable to shareholder (RM '000)	670	582	372	(256)
Weighted average number of ordinary shares ('000)	243,000	243,000	243,000	243,000
Basic EPS (sen)	0.28	0.24	0.15	(0.11)
(b) Fully Diluted EPS				
Not applicable.	-	-	-	-

27. Authorization for Issue

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the directors' meeting on 25th August 2010