

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2013

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2013

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To-date	Preceding Year Corresponding Period
	31/12/2013 RM'000	31/12/2012 RM'000	31/12/2013 RM'000	31/12/2012 RM'000
Revenue	316,396	295,375	647,018	613,724
Cost of sales	(285,269)	(280,188)	(577,850)	(579,408)
Gross profit	31,127	15,187	69,168	34,316
Operating expenses	(13,630)	(14,888)	(27,414)	(30,373)
Other operating (expense)/income	(4,592)	1,331	(3,845)	1,769
Profit from operation	12,905	1,630	37,909	5,712
Finance costs	(1,089)	(1,521)	(2,485)	(3,091)
Finance income	154	194	344	374
Profit before taxation	11,970	303	35,768	2,995
Taxation	(1,973)	(2,566)	(4,517)	(4,210)
Profit/(loss) for the period	9,997	(2,263)	31,251	(1,215)
Attributable to:				
Owners of the company	8,086	(1,787)	25,921	(1,644)
Non-controlling interests	1,911	(476)	5,330	429
Profit/(loss) for the period	9,997	(2,263)	31,251	(1,215)
Earnings/(loss) per ordinary share (sen): -				
(a) Basic	4.28	(0.93)	13.71	(0.85)
(b) Fully diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2013

MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER
ENDED 31 DECEMBER 2013

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME FOR THE QUARTER ENDED 31 DECEMBER 2013 (cont'd)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To-date	Preceding Year Corresponding Period
	31/12/2013 RM'000	31/12/2012 RM'000	31/12/2013 RM'000	31/12/2012 RM'000
Profit/(loss) for the period	9,997	(2,263)	31,251	(1,215)
Foreign currency translation differences for foreign operations	7,791	1,873	13,190	(5,122)
Total comprehensive income/(expense) for the period	17,788	(390)	44,441	(6,337)
Total comprehensive income/(expense) attributable to:				
Owners of the Company	15,877	86	39,111	(6,766)
Non-controlling interests	1,911	(476)	5,330	429
Total comprehensive income/(expense) for the period	17,788	(390)	44,441	(6,337)

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2013.

MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER
ENDED 31 DECEMBER 2013

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31
DECEMBER 2013

	As At End of Current Quarter	As At End of Preceding Financial Year
	31/12/2013 RM'000	30/06/2013 RM'000
Property, plant and equipment	898,247	958,963
Investments	46	46
Deferred tax assets	2,569	2,879
Total non-current assets	900,862	961,888
Inventories	93,055	70,292
Trade and other receivables	203,028	219,883
Current tax assets	102	35
Deposits, cash and bank balances	75,098	35,788
Total current assets	371,283	325,998
TOTAL ASSETS	1,272,145	1,287,886
Equity attributable to owners of the Company		
Share capital	104,942	104,942
Reserves	804,032	775,049
Treasury shares, at cost	(163,803)	(163,803)
	745,171	716,188
Non-controlling interests	196,960	199,868
TOTAL EQUITY	942,131	916,056
Borrowings (unsecured)	15,000	15,000
Employee benefits	420	420
Deferred tax liabilities	25,557	22,557
Total non-current liabilities	40,977	37,977
Trade and other payables	173,300	161,143
Borrowings (unsecured)	115,569	169,473
Current tax liabilities	168	3,237
Total current liabilities	289,037	333,853
TOTAL LIABILITIES	330,014	371,830
TOTAL EQUITY AND LIABILITIES	1,272,145	1,287,886
Net assets per share attributable to owners of the Company (RM)	3.94	3.78

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2013.

MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2013

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2013

← Attributable to owners of the Company →

	Share capital	Share premium	Capital redemption reserve	Capital reserve	Non-distributable Exchange fluctuation reserve	Reserve for own shares	Shares Option reserve	Treasury shares	Retained earnings	Total distributable	Non-controlling interests	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Current year-to-date ended 31 December 2013												
At 1 July 2013	104,942	249,952	1,050	9,382	24,752	(60,426)	-	(163,803)	550,339	716,188	199,868	916,056
Other comprehensive income-foreign currency translation differences	-	-	-	-	13,190	-	-	-	-	13,190	-	13,190
Profit for the period	-	-	-	-	-	-	-	-	25,921	25,921	5,330	31,251
Total comprehensive income for the period	-	-	-	-	13,190	-	-	-	25,921	39,111	5,330	44,441
Purchase of own shares	-	-	-	-	-	(1,053)	-	-	-	(1,053)	-	(1,053)
Dividends	-	-	-	-	-	-	-	-	(9,455)	(9,455)	(8,400)	(17,855)
Share-based payment	-	-	-	-	-	-	380	-	-	380	162	542
Total distribution to owners	-	-	-	-	-	(1,053)	380	-	(9,455)	(10,128)	(8,238)	(18,366)
At 31 December 2013	104,942	249,952	1,050	9,382	37,942	(61,479)	380	(163,803)	566,805	745,171	196,960	942,131

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)
 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2013**

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2013 (Cont'd)

← Attributable to owners of the Company →

	Share capital	Share premium	Capital redemption reserve	Non-distributable			Distributable		Non-controlling interests	Total equity	
				Capital reserve	Exchange fluctuation reserve	Reserve for own shares	Treasury shares	Retained earnings			Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Preceding year corresponding period ended 31 December 2012	104,942	249,952	1,050	7,137	16,265	(49,253)	(163,803)	559,063	725,353	208,495	933,848
At 1 July 2012											
Other comprehensive expense - foreign currency translation differences (Loss)/profit for the period	-	-	-	-	(5,122)	-	-	-	(5,122)	-	(5,122)
Total comprehensive (expense)/income for the period	-	-	-	-	(5,122)	-	-	(1,644)	(6,766)	429	(6,337)
Purchase of own shares	-	-	-	-	-	(3,135)	-	-	(3,135)	-	(3,135)
Dividends	-	-	-	-	-	-	-	(7,799)	(7,799)	(6,000)	(13,799)
Total distribution to owners	-	-	-	-	-	(3,135)	-	(7,799)	(10,934)	(6,000)	(16,934)
At 31 December 2012	104,942	249,952	1,050	7,137	11,143	(52,388)	(163,803)	549,620	707,653	202,924	910,577

Dividends received by the trust set up for the executive share option scheme ("ESOS") ("ESOS Trust") amounted to RM489,540 (2012/2013: RM256,592) are eliminated against the dividend expense of the Company following the consolidation of ESOS Trust.

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2013

MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER
ENDED 31 DECEMBER 2013

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED
31 DECEMBER 2013

	Current Year To-date	Preceding Year Corresponding Period
	31/12/2013 RM'000	31/12/2012 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	35,768	2,995
Adjustments for:-		
Depreciation and amortisation	101,655	97,156
Non-cash items	(11,951)	(539)
Net financing cost	2,141	2,717
Operating profit before changes in working capital	127,613	102,329
Changes in working capital		
Net change in current assets	10,419	51,132
Net change in current liabilities	8,434	(55,026)
Taxation paid	(4,343)	(92)
Net financing cost paid	(2,141)	(2,717)
Retirement benefits paid	-	(1)
Dividend received	328	3
Net cash generated from operating activities	140,310	95,628
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(23,732)	(82,561)
Proceeds from disposal of property, plant and equipment	3	595
Net cash used in investing activities	(23,729)	(81,966)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of borrowings	85,077	164,931
Repayments of borrowings	(143,568)	(163,837)
Dividend paid to owner of the company	(9,455)	(7,799)
Dividend paid to non-controlling shareholders of a subsidiary	(8,400)	(6,000)
Purchase of trust shares	(1,053)	(3,135)
Net cash used in financing activities	(77,399)	(15,840)
NET CHANGE IN CASH AND CASH EQUIVALENTS	39,182	(2,178)
CASH & CASH EQUIVALENTS AT BEGINNING OF PERIOD	35,788	43,556
EFFECT ON FOREIGN EXCHANGE	128	(443)
CASH & CASH EQUIVALENTS AT END OF PERIOD	75,098	40,935

Cash and cash equivalents included in the consolidated statements of cash flows comprise the following consolidated statements of financial position amounts:

	31/12/2013 RM'000	31/12/2012 RM'000
Deposits, cash and bank balances	75,098	40,935

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Statements for the Financial Year Ended 30 June 2013.

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER
ENDED 31 DECEMBER 2013**

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1. Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134 “Interim Financial Reporting” and the applicable disclosure provisions of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and should be read in conjunction with the Group’s audited financial statements for the financial year ended 30 June 2013. This interim financial report also complies with International Accounting Standards (“IAS”) 34 “Interim Financial Reporting” issued by the International Accounting Standards Board.

The accounting policies and presentation adopted for this interim report are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2013.

The Group has adopted the MFRSs, amendments and interpretations effective for annual periods beginning on or after 1 January 2013 where applicable to the Group. The initial adoption of these applicable MFRS, amendments and interpretations do not have any material impact on the financial statements of the Group.

2. Qualification of audit report of the preceding annual financial statements

The audit report for the preceding annual financial statements was not qualified.

3. Seasonality or cyclicity of interim operations

There has been no material seasonal or cyclical factor affecting the results of the quarter under review.

4. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence during the quarter under review and financial year to-date.

5. Changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years

There were no changes in estimates of amounts reported in the prior financial years.

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

(a) There were no shares bought back during the quarter under review and financial year to-date. The total number of shares bought back as at 31 December 2013 was 10,986,000 shares and the shares are being held as treasury shares in accordance with the requirement of Section 67A of the Companies Act, 1965.

(b) There were no additional shares purchased by the trust set up for the ESOS (“ESOS Trust”) during the quarter under review. During the financial year to-date, 411,600 shares were purchased by the ESOS Trust. The total number of shares purchased by the ESOS Trust as at 31 December 2013 was 9,790,800 shares (“Trust Shares”).

There were no issuance of shares, shares cancellation, resale of treasury shares or repayment of debt or equity securities during the quarter under review and financial year to-date.

MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER
ENDED 31 DECEMBER 2013

The figures have not been audited

7. Dividend paid

During the financial year to-date, the Company paid an interim dividend of 5.0 sen per share tax exempt amounted to RM9.9 million on 13 December 2013.

8. Operating Segments

The Group's segmental report for the financial year to-date is as follows:-

	Asia RM'000	United States of America RM'000	Europe RM'000	Total RM'000
Segment profit	18,838	11,451	7,897	38,186
Included in the measure of segment profit are:				
Revenue from external customers	291,463	198,500	157,055	647,018
Depreciation and amortisation	45,713	31,756	24,186	101,655
Reconciliation of segment profit				
Profit				RM'000
Reportable segments				38,186
Non-reportable segments				(277)
Finance costs				(2,485)
Finance income				344
Consolidated profit before taxation				<u>35,768</u>

9. Material events not reflected in the financial statements

There are no material subsequent events to be disclosed as at the date of this report.

10. Changes in the composition of the Group

There were no changes in the composition of the Group during the quarter under review, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinuing operations.

MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER
ENDED 31 DECEMBER 2013

The figures have not been audited

11. Review of performance

For the quarter under review, the Group recorded a revenue and profit before taxation (“PBT”) of RM316.4 million and RM12 million respectively as compared with a revenue and PBT of RM295.4 million and RM0.3 million in the corresponding quarter of the preceding year. Revenues from the United States of America (“USA”) and Europe segments were higher by 12% and 15% respectively whilst the Asia segment was flat against the corresponding quarter of the preceding year.

The Group’s revenue for the financial year-to-date was RM647.0 million, 5% higher as compared with the preceding year’s corresponding period of RM613.7 million. Revenues from all segments were higher with Asia, USA and Europe increasing by 3%, 6% and 10% respectively against last year’s corresponding period. PBT for the financial year-to-date closed at RM35.8 million against RM3 million in the corresponding period of the preceding year.

The PBT for the quarter and financial year-to-date under review were both inclusive of a provision of RM8 million made in relation to the discontinuation of the Stamp lead frame business of a subsidiary of MPI.

The higher PBT for the quarter and financial year-to-date under review was mainly due to the portfolio shift to higher margin product lines, appreciation of the USD against the RM, direct material cost down and lower commodity prices.

12. Material changes in profit before taxation against the immediate preceding quarter

The Group’s revenue for the quarter under review was RM316.4 million, a decline of 4% against the preceding quarter of RM330.6 million. Revenues from the USA and Europe segments were higher by 1% and 2% respectively whilst the Asia segment declined by 11%.

PBT for the quarter under review closed at RM12.0 million against RM23.8 million of the preceding quarter. The lower PBT was mainly due to the provision made as mentioned in Note 11.

13. Prospects

The market environment remains challenging and the Board anticipates that the industry will experience modest growth in the financial year ending 30 June 2014 (“FY2014”). Barring any unforeseen circumstances, the Board expects the Group’s performance to be satisfactory in the FY2014.

14. Profit forecast / profit guaranteed

This note is not applicable.

MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER
ENDED 31 DECEMBER 2013

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15. Profit before taxation

	Current Year Quarter	Current Year- to-date
	31/12/2013 RM'000	31/12/2013 RM'000
Profit before taxation is arrived at after charging/(crediting):-		
Gross dividend income from short term investments	(328)	(328)
Depreciation and amortization	50,296	101,655
Allowance for impairment loss on trade receivables	229	459
Gain on foreign exchange	(3,026)	(2,860)
Fair value loss/(gain) on derivative instruments	2,180	(1,607)
Share-based payments	271	542
Impairment of property, plant and equipment	800	2,300
Inventories written down	-	500
Gain on disposal of quoted /unquoted investments or properties	-	-

16. Taxation

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To-date	Preceding Year Corresponding Period
	31/12/2013 RM'000	31/12/2012 RM'000	31/12/2013 RM'000	31/12/2012 RM'000
Current taxation				
Malaysian				
- current year	67	63	216	125
- prior years	310	10	310	10
Overseas - current year	96	918	991	1,225
	473	991	1,517	1,360
Deferred taxation - current year	1,500	1,575	3,000	2,850
	1,973	2,566	4,517	4,210

The Group's taxation for the current quarter under review mainly represents tax provision made and deferred tax provision for by the local and foreign subsidiaries.

MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER
ENDED 31 DECEMBER 2013

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17. Corporate proposals

There are no corporate proposals announced but not completed as at the date of this report other than as mentioned below:-

- (a) Carsem Holdings Limited has, on 26 November 2012, entered into a Share Transfer Agreement with Carsem Holdings (HK) Limited (“CHK”) to dispose of the entire equity interest in Carsem Semiconductor (Suzhou) Co., Ltd to CHK, for a total consideration of USD41,750,000 to be satisfied by the issue and allotment of 324,606,250 new ordinary shares of HK\$1.00 each in CHK. The said transfer was completed during the quarter under review.
- (b) Malaysian Pacific Industries Berhad (“the Company” or “MPI”) has, on 27 August 2013, announced that the Company proposed to establish an executive share grant scheme of up to 10% of the issued and paid-up ordinary share capital (excluding treasury shares) of the Company for the benefit of the eligible executives (Proposed ESGS).

The Proposed ESGS was approved by the shareholders of MPI on 17 October 2013.

The Company currently has an executive share option scheme which was established on 8 March 2013 (“Existing ESOS”). Upon the establishment of the Proposed ESGS, the Proposed ESGS together with the Existing ESOS shall be renamed as Executive Share Scheme.

Bursa Securities Malaysia Berhad has, via its letter dated 10 September 2013, granted its approval in-principle for the listing of such number of additional new ordinary shares of RM0.50 each in MPI, representing up to 10% of the issued and paid-up ordinary share capital of the Company, to be issued pursuant to the Proposed ESGS.

Barring any unforeseen circumstances, the Company expects to implement the Proposed ESGS by the first quarter of year 2014.

18. Group’s borrowings and debt securities

Particulars of the Group’s borrowings as at 31 December 2013 are as follows:-

	RM’000
Unsecured short term borrowings	115,569
Unsecured long term borrowings	15,000
	<u>130,569</u>
The above include borrowings denominated in foreign currencies as follows: -	
USD	<u>81,424</u>

MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER
ENDED 31 DECEMBER 2013

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19. Changes in material litigation

Amkor Technology, Inc. (“Amkor”) filed a complaint with the International Trade Commission (“ITC”) on 17 November 2003 alleging Carsem (M) Sdn Bhd, Carsem Semiconductor Sdn Bhd (now known as Recams Sdn. Bhd) and Carsem Inc. (collectively “Carsem Group”) of infringing three of Amkor’s United States Patents. Amkor also filed a civil lawsuit at the District Court on even date alleging Carsem Group of infringement of the same three patents which are the subject of the ITC Investigation.

Following a hearing in July and August 2004, an Administrative Law Judge (“ALJ”) issued an Initial Determination finding all of the asserted claims of Amkor’s patents invalid, not infringed, or both, and no violation by Carsem Group. Subsequently, the ITC reviewed the Initial Determination and remanded to the ALJ for further findings on several issues.

Carsem Group was advised by its lawyers that the ALJ found that some but not all of Carsem Group’s devices infringed on Amkor’s patents. Carsem Group then filed a petition for review by the ITC and the motion to extend the target date for completion of this investigation by three months pending ASAT, Inc.’s subpoena enforcement proceeding.

On 1 July 2009, the ITC issued a Remand Order remanding the investigation to the ALJ and setting a new Target Date of 1 September 2009 to complete the investigation, but instructed the ALJ to set a schedule for the remand proceedings, and to issue an Initial Determination extending the target date accordingly. Subsequently, the ALJ issued an Order extending the Target Date to 2 February 2010.

On 10 and 11 September 2009, the ALJ held a hearing at the ITC in order to receive the additional evidence ordered by the ITC. On 2 November 2009, the ALJ addressed issues related to the invalidity of Amkor’s patents and supplemented a prior Initial Determination issued in November 2005, in which the ALJ found all but four claims of one patent invalid, not infringed, and/or not enforceable at the ITC. On 12 November 2009, Carsem Group submitted its petition for review by the ITC. On 16 December 2009, the ITC issued its Notice confirming its determination to review both of the ALJ’s Initial Determinations. On 12 January 2010, both parties filed their respective briefs with the ITC and the ITC was scheduled to render a final decision on 9 February 2010.

However, in February 2010, the ITC issued a Notice of Reversal and Remand and remanded the investigation to the ALJ to determine whether Amkor’s patents were invalid. Following such remand, on 22 March 2010, the ALJ determined that all of Amkor’s asserted patent claims are invalid, not infringed, and/or not enforceable at the ITC, and that Carsem Group has not violated Section 337 of the Tariff Act by importing the Micro Leadframe Package (“MLP”) products which Amkor had accused of infringement. On 20 July 2010, the ITC issued the final determination and found that the claims of Amkor’s patents are invalid and not infringed and that Carsem Group has not violated the Tariff Act by importing the MLP Products (“ITC’s Decision”).

**MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER
ENDED 31 DECEMBER 2013**

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19 Changes in material litigation (cont'd)

Amkor appealed against ITC's Decision to the Court of Appeals of the Federal Circuit ("CAFC").

The parties have requested the District Judge continue to stay all proceedings in the District Court case pending the final outcome of the ITC proceedings. The District Court continued the Stay Order.

On 22 August 2012, the CAFC reversed the ITC's determination on prior invention and remanded the case to the ITC for further proceedings consistent with the decision. Carsem Group has on 5 October 2012 filed a petition for re-hearing at the CAFC.

The CAFC has denied Carsem's petition for re-hearing of the appeal. The case has been remanded to the ITC for further proceedings consistent with the CAFC's decision.

Carsem Group filed a request with the US Patent and Trademark Office ("PTO") for re-examination of Amkor's '277 patent on 15 September 2012. On 10 January 2013, the PTO issued an Office Action rejecting all 25 claims of the patent on multiple grounds. By the 15 August 2013, both Amkor and Carsem Group had filed their responses which are currently under consideration by the PTO.

On 5 February 2013, the parties filed their response submissions concerning the remand proceedings with the ITC. Further briefings were filed by both parties on 16 July 2013. ITC has not set a date for its review of the briefing and has not identified the further proceedings it intends to undertake thereafter.

20. Dividend

- (a) The Board does not recommend any interim dividend of for the quarter ended 31 December 2013 of the financial year ending 30 June 2014 (2nd quarter 2012/2013: Nil).
- (b) For the financial year-to-date, a total dividend of 5.0 sen per share tax exempt (2012/2013: 5.4 sen per share less tax) has been declared.

MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER
ENDED 31 DECEMBER 2013

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21. Earnings/(loss) per ordinary share

(a) Basic earnings per ordinary share

The calculation of basic earnings/(loss) per ordinary share for the quarter under review is calculated by dividing the Group's profit attributable to owners of the Company of RM8,086,000 (2nd quarter 2012/2013 : losses attributable to owners of the Company of RM1,787,000) and the weighted average number of ordinary shares outstanding during the quarter of 189,107,619 (2nd quarter 2012/2013 : 192,563,768).

The calculation of basic earnings/(loss) per ordinary share for financial year to-date is based on the profit attributable to owners of the Company of RM25,921,000 (2012/2013 : losses attributable to owners of the Company of RM1,644,000) and the weighted average number of ordinary shares outstanding during the period of 189,114,907 (2012/2013 : 193,060,430).

	Weighted average number of ordinary shares			
	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-date	Preceding Year Corresponding Period
	31/12/2013 '000	31/12/2012 '000	31/12/2013 '000	31/12/2012 '000
Issued ordinary shares at beginning of period	209,884	209,884	209,884	209,884
Treasury shares held at beginning of period	(10,986)	(10,986)	(10,986)	(10,986)
Trust Shares held at beginning of period	(9,791)	(6,263)	(9,379)	(5,134)
	189,107	192,635	189,519	193,764
Effect of purchase of Trust Shares	-	(71)	(404)	(704)
Weighted average number of ordinary shares	189,107	192,564	189,115	193,060

(b) Diluted earnings per ordinary share

The Group has no dilution in its earnings per ordinary share in the quarter under review/financial year-to-date and preceding year corresponding quarter/period as there were no dilutive potential ordinary shares.

MALAYSIAN PACIFIC INDUSTRIES BERHAD (4817-U)
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE SECOND QUARTER
ENDED 31 DECEMBER 2013

The figures have not been audited

22. Realised and unrealised profits disclosure

The breakdown of the retained earnings of the Group, into realised and unrealised profits/(losses) are as follows:-

	As At End of Current Quarter	As At End of Preceding Financial Year
	31/12/2013 RM'000	30/06/2013 RM'000
Total retained earnings of the Company and the subsidiaries:-		
-realised	568,884	618,600
-unrealised	(9,987)	(15,000)
	<u>558,897</u>	<u>603,600</u>
Less: Consolidation adjustments	7,908	(53,261)
Group's retained earnings	<u>566,805</u>	<u>550,339</u>

By Order of the Board
Malaysian Pacific Industries Berhad

Joanne Leong Wei Yin
Lee Wui Kien
Company Secretaries

Kuala Lumpur
27 January 2014