



INARI BERHAD
(Company No : 1000809-U)

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PRESS RELEASE

Inari records nine-month net profits of RM14.7 million

- *Semiconductor Electronic Manufacturing Services (EMS) provider declares interim single-tier dividend of 1.8 sen per share*
- *To list on ACE Market of Bursa Malaysia on 19 July 2011*

Penang, Malaysia; 15 July 2011 – Inari Berhad (“Inari”, “益纳利”, “the Group”), a leading EMS provider in the semiconductor industry, recorded group net profits of RM14.7 million for the nine-month period ended 31 March 2011 (“9m11”), on the back of RM77.0 million in group revenues.

The Group’s 9m11 net profits take into consideration the post-acquisition results of its subsidiaries, namely Inari Technology Sdn Bhd and Simfoni Sdn Bhd. The acquisitions were completed in late September 2010.

For the three-month period ended 31 March 2011 (“3Q11”), Inari recorded group net profits and revenues of RM2.6 million and RM35.8 million respectively.

There is no cumulative and quarterly results comparison with the corresponding periods of last year as this is the first interim results reported by the Group.

“The Group’s 9m11 results were commendable despite the challenging environment due to the uncertainty in global economic recovery, supply chain disruption triggered by the earthquake in Japan, and margin erosion due to the weak US Dollar (USD) during this period.

Nevertheless, we remain optimistic of the Group’s sustained profitability in the upcoming quarter resulting from firm orders from our major customer in tandem with the strong demand for smart mobile devices such as the smartphones and tablet computers tempered by the weak USD outlook.”

Dr. Tan Seng Chuan (陳成俊)
Managing Director, Inari Berhad

In view of the Group's performance, the Board of Inari has declared an interim single-tier dividend of 1.8 sen per share in respect of the financial year ended 30 June 2011, which would amount to a dividend payout of approximately RM6.0 million based on the Group's enlarged issued and paid-up share capital upon listing.

Inari has a dividend policy of paying up to 40% of group net profits to its shareholders, subject to the Group's future capital expenditure requirements and other considerations.

Inari is slated to list on the ACE Market of Bursa Malaysia Securities Berhad on 19 July 2011.

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About Inari Berhad (www.inariberhad.com)

Established in 2006, **Inari** provides semiconductor packaging services for global players in Radio Frequency ("RF") mobile industry, which include back-end wafer processing and RF testing. **Inari's** finished products are System in Package ("SiP") and Quad Flat No-Lead ("QFN"), key components used in the manufacturing of a wide range of electronic products.

Inari's products are used mainly in the wireless telecommunications, including smartphones, 3G devices, cellular phones, wireless communications, computing peripherals and medical sectors, with its customer base including Avago Technologies Trading Limited, Vigsys Sdn Bhd, Ceedtec Sdn Bhd and Newict (M) Sdn Bhd.

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