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First Quarter * Financial Statement And Dividend Announcement	
* Asterisks denote mandatory information	
Name of Announcer *	LERENO BIO-CHEM LTD.
Company Registration No.	197401961C
Announcement submitted on behalf of	LERENO BIO-CHEM LTD.
Announcement is submitted with respect to *	LERENO BIO-CHEM LTD.
Announcement is submitted by *	Barbara Seng Suet Shee
Designation *	Company Secretary
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>> Announcement Details	
The details of the announcement start here ...	
For the Financial Period Ended *	30-06-2009

Attachments

 LBC_FY2010Q1.pdf
 Total size = **48K**
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LERENO BIO-CHEM LTD

First Quarter Financial Statements For the Period Ended 30 June 2009

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3) HALF-YEAR AND FULL YEAR RESULTS

- 1(a) An income statement, together with Statement of Comprehensive Income for the Group together with a comparative statement for the corresponding period of the immediately preceding financial year.

Income Statement

	Group		+ / (-) %
	1st qtr ended 30.06.2009	1st qtr ended 30.6.2008	
	S\$'000	S\$'000	
Revenue			
Construction income	-	5	NM
Interest income	-	1	NM
Other income	50	55	(9)
Total revenue	<u>50</u>	<u>61</u>	<u>(18)</u>
Items of expenses			
Raw materials and consumables used	-	(4)	NM
Staff costs	(431)	(688)	(37)
Share-based payment	(946)	(1,323)	(28)
Other expenses	(437)	(637)	(31)
Finance costs	(31)	(31)	-
Share of results of an associated company	(401)	(647)	(38)
Loss before taxation	<u>(2,196)</u>	<u>(3,269)</u>	<u>(33)</u>
Taxation	-	(36)	NM
Loss for the period	<u>(2,196)</u>	<u>(3,305)</u>	<u>(34)</u>

Consolidated Statement of Comprehensive Income for the 1st Quarter ended 30 June 2009

	Group		+ / (-) %
	1st qtr ended 30.06.2009	1st qtr ended 30.6.2008	
	S\$'000	S\$'000	
Loss, net of tax	(2,196)	(3,305)	(34)
Other comprehensive income (taken directly to equity)			
Exchange gain/(loss) on foreign translation	(7)	2	N.M
Net value changes on available-for-sale financial assets	107	(127)	(184)
Other comprehensive income/(expenses) for the period, net of tax	100	(125)	(180)
Total comprehensive income for the period	<u>(2,096)</u>	<u>(3,430)</u>	<u>(39)</u>

Notes to Income Statement

- (1) The following items were charged/(credited) to the income statement:

	Group		+ / (-) %
	1st qtr ended 30.06.2009	1st qtr ended 30.6.2008	
	S\$'000	S\$'000	
Depreciation of Property, plant and equipment	21	21	-
Exchange loss/(gain)	13	108	(88)
Under-provision for taxation in respect of prior years	-	36	NM

NM: Not meaningful.

1b (i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

Balance Sheets

	Group		Company	
	30 Jun 2009	Audited 31 Mar 2009	30 Jun 2009	Audited 31 Mar 2009
	S\$'000	S\$'000	S\$'000	S\$'000
Non-current assets				
Property, plant and equipment	138	158	124	142
Subsidiaries	-	-	842	842
Associated companies	13,096	13,497	17,793	17,793
Other investment	279	172	279	172
Other assets	200	200	200	200
	<u>13,713</u>	<u>14,027</u>	<u>19,238</u>	<u>19,149</u>
Current assets				
Trade receivables	33	30	-	-
Other receivables	163	118	77	62
Prepayments	157	155	33	32
Amounts owing by subsidiaries	-	-	238	604
Amounts owing by associated companies	390	387	390	387
Amounts owing by related parties	1,494	2,240	7	7
Cash and short-term deposits	164	209	47	90
	<u>2,401</u>	<u>3,139</u>	<u>792</u>	<u>1,182</u>
Current liabilities				
Amounts due to bankers	2,336	2,435	2,336	2,435
Trade payables	328	326	271	271
Other payables	2,167	1,960	1,958	1,848
Provision for warranty and defects	216	218	-	-
Provision for litigation claims	430	430	430	430
Amounts owing to subsidiaries	-	-	-	-
Amounts owing to related parties	432	436	31	31
	<u>5,909</u>	<u>5,805</u>	<u>5,026</u>	<u>5,015</u>
Net current liabilities	(3,508)	(2,666)	(4,234)	(3,833)
Non-current liabilities				
Hire purchase creditors	(102)	(108)	(102)	(108)
Net assets	10,103	11,253	14,902	15,208
Equity attributable to equity holders of the parent				
Share capital	23,262	22,316	23,262	22,316
Accumulated losses	(12,449)	(10,253)	(7,633)	(6,274)
Fair value reserve	(727)	(834)	(727)	(834)
Translation reserve	14	21	-	-
	<u>10,100</u>	<u>11,250</u>	<u>14,902</u>	<u>15,208</u>
Minority interest	3	3	-	-
Total equity	10,103	11,253	14,902	15,208

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 30 Jun 2009	
Secured S\$'000	Unsecured S\$'000
25	2,336

As at 31 Mar 2009	
Secured S\$'000	Unsecured S\$'000
15	2,435

Amount repayable after one year

As at 30 Jun 2009	
Secured S\$'000	Unsecured S\$'000
102	-

As at 31 Mar 2009	
Secured S\$'000	Unsecured S\$'000
108	-

Details of any collateral

The secured borrowings are in relation to assets acquired under hire purchase financing.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Cash Flow Statement

	GROUP	
	1st qtr ended	1st qtr ended
	30.06.2009	30.6.2008
	S\$'000	S\$'000
Cash flow from operating activities		
Loss before taxation	(2,196)	(3,269)
Adjustments for:		
Depreciation of property, plant and equipment	21	21
Share-based payments	946	1,323
Interest expense	31	31
Interest income	-	(1)
Share of results of an associated company	401	647
Operating cash flows before change in working capital	(797)	(1,248)
Increase in receivables	(48)	(9)
Increase in prepayments	(2)	(8)
Increase/(decrease) in payables	207	(51)
Increase in amount due from associated companies	(3)	(385)
Decrease in amount due from related parties	742	75
Cash flows generated from/(used in) operations	99	(1,626)
Interest received	-	1
Interest paid	(31)	(31)
Income taxes paid	-	(36)
Net cash flows generated from/(used in) operating activities	68	(1,692)
Cash flow from investing activities		
Purchase of property, plant and equipment	-	(1)
Net cash used in investing activities	-	(1)
Cash flow from financing activities		
Payment made to hire purchase creditors	(7)	(4)
Net cash used in financing activities	(7)	(4)
Net increase/(decrease) in cash and cash equivalents	61	(1,697)
Cash and cash equivalents at beginning of the period	(1,426)	796
Effect of exchange differences on opening cash	(7)	2
Cash and cash equivalents at end of the period	(1,372)	(899)
Cash and cash equivalents comprise the following:-		
Cash at bank and in hand	164	612
Bank overdraft	(1,536)	(1,761)
Fixed deposits	-	250
	(1,372)	(899)

1d(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Changes in equity - Group (S\$'000)	Attributable to equity holders of the Parent				Total	Minority Interest	Total equity
	Share Capital	Accumulated Losses	Fair Value Reserve	Translation Reserve			
As at 1 April 2009	22,316	(10,253)	(834)	21	11,250	3	11,253
Total comprehensive income for the period	-	(2,196)	107	(7)	(2,096)	-	(2,096)
Issue of new ordinary shares	946	-	-	-	946	-	946
As at 30 June 2009	23,262	(12,449)	(727)	14	10,100	3	10,103
As at 1 April 2008	124,122	(106,296)	(512)	32	17,346	4	17,350
Total comprehensive income for the period	-	(3,305)	(127)	2	(3,430)	-	(3,430)
Issue of new ordinary shares	1,323	-	-	-	1,323	-	1,323
As at 30 June 2008	125,445	(109,601)	(639)	34	15,239	4	15,243

Changes in equity - Company (S\$'000)	Attributable to equity holders of the Company			Total
	Share Capital	Accumulated Losses	Fair Value Reserve	
As at 1 April 2009	22,316	(6,274)	(834)	15,208
Total comprehensive income for the period	-	(1,359)	107	(1,252)
Issue of new ordinary shares	946	-	-	946
As at 30 June 2009	23,262	(7,633)	(727)	14,902
As at 1 April 2008	124,122	(105,170)	(512)	18,440
Total comprehensive income for the period	-	(1,919)	(127)	(2,046)
Issue of new ordinary shares	1,323	-	-	1,323
As at 30 June 2008	125,445	(107,089)	(639)	17,717

- 1d(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities. Issue of shares or cash as consideration for acquisition or any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Shares Granted to directors and staff under the Employee Share Award

	3 months ended 30 June 2009	3 months ended 30 June 2008
Balance at beginning of period	11,444,500	22,201,000
Issued during the period	(9,002,000)	(12,599,000)
Balance at end of period	2,442,500	9,602,000

Warrants

	3 months ended 30 June 2009	3 months ended 30 June 2008
Balance at beginning of period	166,084,027	166,084,027
Converted during the period	-	-
Balance at end of period	166,084,027	166,084,027

Number of Ordinary Shares

	3 months ended 30 June 2009	3 months ended 30 June 2008
Balance at beginning of period	1,404,618,120	1,341,043,620
Employee Share Award	9,002,000	12,599,000
Balance at end of period	1,413,620,120	1,353,642,620

There are no treasury shares in issue.

- 1d(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

The number of issued shares as at 30 June 2009 was 1,413,620,120 (31 March 2009 : 1,404,618,120).

- 1d(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2. Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice.

The figures for the period under review have not been audited or reviewed by the auditor, Messrs Ernst & Young.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statement have been applied.

The financial statements have been prepared in compliance with the same accounting policies and methods of computation adopted in the audited financial statements of the last financial year.

5. If there are any changes in the accounting policies and methods of computation, including any required by any accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group adopted the following new and revised FRS that are mandatory for the financial periods beginning on or after 1 January 2009.

FRS 1 : Presentation of financial statements - Revised presentation
 FRS 23 : Borrowing Costs
 FRS 108 : Operating segments

The adoption of new and revised FRS did not have any impact on the results of the Group for the financial period ended 30 June 2009.

6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	3 months ended 30 June 2009	3 months ended 30 June 2008
Loss per ordinary share (cents)		
Basic	(0.16) cents	(0.25) cents
Diluted	(0.16) cents	(0.24) cents
Weighted average number of shares		
Basic	1,407,585,812	1,335,377,869
Diluted	1,407,585,812	1,353,172,586

7. Net asset value (for the issuer and the group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the :-
 (a) current financial period reported on; and
 (b) immediately preceding financial year.

	Group		Company	
	As at 30 Jun 2009	As at 31 Mar 2009	As at 30 Jun 2009	As at 31 Mar 2009
Net asset value per ordinary share (cents)	0.71	0.80	1.05	1.08

Net asset value per ordinary share for the Group and Company is computed based on issued capital of 1,413,620,120 shares as at 30 June 2009 (31 March 2009: 1,404,618,120).

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following :-
 (a) any significant factors that affected the turnover, costs and earnings of the group for the current financial period reported on (including where applicable) seasonal or cyclical factors; and
 (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Revenue for the Group was S\$50,000 for first quarter ended 30 June 2009 versus that of S\$61,000 for first quarter ended 30 June 2008. The income was mainly derived from lease rental of dinosaur exhibits.

The Group registered a lower loss of S\$2.196 million for first quarter ended 30 June 2009 as compared to a loss of S\$3.305 million for first quarter ended 30 June 2008 due to the following reasons:

- (i) the loss in 1Q FY2010 included a lower share-based payment of S\$0.946 million (1Q FY2009 S\$ 1.323 million) issued to staff and directors under the third tranche of the restricted share awards approved by the shareholders at the extraordinary general meeting on 14 July 2007;
- (ii) a reduction in staff costs and other operating expenses; and
- (iii) the share of losses of the associated company, Lereno Sdn Bhd ("LSB") for 1Q of FY2010 had decreased by S\$0.246 million as compared to 1Q of FY2009.

As a result of the losses incurred, the net current liabilities as at 30 June 2009 were S\$3.508 million .

Although the Group reported a net loss after taxation of S\$2.196 million for the period and net cash flows generated from operations of \$0.099 million, the directors are of the view that the Group is able to meet its short-term obligations as and when they fall due to the following reasons :

- (i) The Group has no major external creditors except for some short-term borrowings from our bankers who have continued to be supportive;
- (ii) The Group's total bank borrowings as at 30th June 2009 were S\$2.336 million, as compared to net asset value S\$10.103 million; and
- (iii) The Group is receiving monthly repayments from the related parties reducing the amounts owing by them and the payments are sufficient to cover all the monthly operating expenses including repayments to bankers.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

There was no forecast or prospect statement which has been previously disclosed to shareholders.

10. A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months.

LBC has reduced its overheads substantially and will focus on its core competencies in the biofuel industry. It will concentrate its limited resources to work closely with its associated company, Lereno Sdn Bhd ("LSB") and its production plant in Lumut, and its special winterised biodiesel technology to market the products with a view to achieve the profitability for the Group.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? None

(b) Corresponding Period of the immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? None

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect

No dividend has been declared/recommended during the financial period.

13. Interested Person Transactions

The aggregate value of interested person transactions is as follows:-

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	1Q2009 S\$'000	1Q2009 S\$'000
<u>Costs and expenses</u> Office rental billed by Sun Continental Investment & Trading Pte Ltd	-	80

14. Review by Catalyst Sponsor

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Collins Stewart Pte. Limited for compliance with the relevant rules of the SGX-ST. Collins Stewart Pte. Limited has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Alex Tan, Managing Director, Corporate Finance, Collins Stewart Pte. Limited at 77 Robinson Road #21-02 Singapore 068896, Telephone No. : (65) 6854 6160.

BY ORDER OF THE BOARD

ONG PUAY KOON
Managing Director and Chief Executive Officer
LERENO BIO-CHEM LTD

30 July 2009

Confirmation pursuant to Rule 705(5) of the SGX Listing Manual

We, ONG PUAY KOON, and ONG CHOON LUI, being two directors of Lereno Bio-Chem Ltd ("the Company"), do hereby confirm on behalf of the Board that to the best of its knowledge, nothing has come to its attention which may render the unaudited financial statements of the Company or the unaudited consolidated financial statements of the Group for the first quarter ended 30 June 2009 to be false or misleading in any material respect.

On behalf of the Board of Directors

ONG PUAY KOON
Managing Director and Chief Executive Officer

ONG CHOON LUI
Executive Director